

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Tony Delfin
Acting Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



September 19, 2016

Mr. William Carr, Senior Attorney
COG Operating, LLC
1048 Paseo De Peralta
Santa Fe, NM 87501

RE: Request for Extension to Commence Drilling of the Sombrero Federal Com. Well No. 4H Pursuant to Division Order No. R-14103/Case No. 15417

Dear Mr. Carr:

Reference is made to your request on behalf of COG Operating, LLC ("COG") received by the Division on August 23, 2016, for the Sombrero Federal Com. Well No. 4H (API No. 30-025-43286) with a surface location in Unit M of Section 13, Township 24 South, Range 34 East, NMPM.

It is our understanding that COG still intends to drill the proposed well but is unable to meet the obligation date of December 31, 2016, included in Ordering Paragraph (4) of Order No. R-14103. COG has stated that additional time is required due to rig scheduling issues.

The Division has reviewed your request and hereby extends the final date to commence the drilling of this well to December 31, 2017. All other provisions of Order No. R-14103 remain in full force and effect.

If you have any questions, please contact Michael McMillan at 505.476.3448.

Sincerely,

A handwritten signature in black ink that reads "David R. Catanach". The signature is written in a cursive style.

DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division – Hobbs District Office
Case No. 15417
Well File API 30-025-43286