

HOLLAND & HART <sup>LLP</sup>



Jordan L. Kessler  
Associate

Phone (505) 988-4421

Fax (505) 983-6043

jkessler@hollandhart.com

2017  
FEB 23 10 58 AM  
MAIL ROOM

February 20, 2017

NSL-7511

**VIA HAND DELIVERY**

*Meeting 3/24/17*

David Catanach  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

**Re: Supplemental information for approval of an unorthodox well location for COG Operating LLC's Bultaco State No. 3H Well in the E/2 E/2 of Section 36, Township 22 South, Range 31 East, NMPM, Eddy County, New Mexico.**

Dear Mr. Catanach:

COG Operating LLC (OGRID 229137) seeks administrative approval for its **Bultaco State No. 3H Well** to be completed within the Livingston Ride, Bone Spring Pool (Pool Code 39350) underlying the E/2 E/2 of Section 36, Township 22 South, Range 31 East, NMPM, Eddy County, New Mexico. The original attached administrative application was submitted on October 6, 2016. This letter is intended to provide supplemental information for the Division's consideration of the administrative application.

**Exhibit A** is the original administrative application and proof of notice submitted to the Division by COG on October 6, 2016. The **Bultaco State No. 3H Well** has been drilled from a surface location 5 feet from the South line, 1,090 feet from the East line (Unit P) of Section 36. The upper most perforation will be located 330 feet from the South line, 1,295 feet from the East line (Unit P) and the lower most perforation will be 100 feet from the North line, 1,295 feet from the East line (Unit A) from the of Section 36. Since this acreage is governed by the Division's statewide rules which provide for wells to be located no closer than 330 feet to the outer boundary of the spacing unit, the completed interval for this well will be unorthodox because it is located closer than 330 feet to the northern, northwestern, western, and southwestern boundaries of the project area.

As shown on pages 5 through 13 of **Exhibit A**, all affected parties were provided notice of this administrative application. The application was initially protested by Devon, an interest owner in the tract affected to the southwest. Devon's protest was withdrawn on December 9, 2016.

Holland & Hart <sup>LLP</sup>

Phone (505) 988-4421 Fax (505) 983-6043 [www.hollandhart.com](http://www.hollandhart.com)

110 North Guadalupe Suite 1 Santa Fe, New Mexico 87501 Mailing Address P.O. Box 2208 Santa Fe, NM 87504-2208

Aspen Boulder Carson City Colorado Springs Denver Denver Tech Center Billings Boise Cheyenne Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C. ©



David Catanach  
February 20, 2017  
Page 2

**Exhibit B** is an ownership plat illustrating ownership in the E/2 of Section 36. The **Bultaco State No. 3H Well** encroaches on the spacing unit in the W/2 E/2 of Section 36. COG is a leasehold owner of a single state lease covering the E/2 of Section 36 (State Lease No. VO-6206-3). The E/2 of Section 36 is subject to a single joint operating agreement, and ownership in the E/2 of Section 36 is common. Due to farmout agreements with certain interest owners in the W/2 E/2, the percent owned by each working interest owner in the E/2 E/2 of Section 36 is not identical to the percent owned by each working interest owner in the W/2 E/2. COG owns a higher percentage of the working interest in the W/2 E/2. Therefore, the only party adversely affected by the **Bultaco State No. 3H Well's** encroachment to the West is COG.

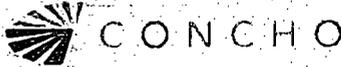
**Exhibit C** is a plat showing COG's development plan and the three wells developing the E/2 of Section 36. In addition to the **Bultaco State No. 3H Well**, COG is the operator of two additional existing wells in the E/2 of Section 36: the **Bultaco State 1H Well**, producing from the E/2 E/2 of Section 36, and the **Bultaco State 2H Well**, producing from the W/2 E/2 of Section 36. Approval of the unorthodox completed interval for the **Bultaco State No. 3H Well** will allow COG to use their preferred well spacing plan for horizontal wells in this area and thereby prevent waste.

Your attention to this matter is appreciated.

Sincerely,

Jordan L. Kessler  
ATTORNEY FOR COG OPERATING LLC

Enclosures



October 6, 2016

Oil Conservation Division  
Attention: Mr. Leonard Lowe  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670

SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. Lowe:

Pursuant to Division Rule 19.15.15.13, COG Operating LLC (COG) respectfully requests administrative approval of an unorthodox oil well location for its Bultaco State #3H well. The producing interval of this well does not meet the 330' from the outer boundary of the producing area requirement. Attached is a Form C-102 showing the project area and the producing area of this well.

COG is seeking approval of the unorthodox location in order to maximize recovery of reserves. The New Mexico Oil Conservation Division's approval of the unorthodox completed interval for the Bultaco State #3H well will allow for efficient recovery of reserves thereby preventing waste and improving well performance.

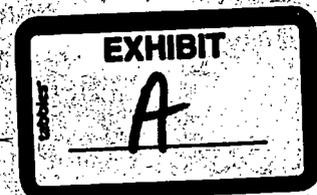
The affected offset tracts are the SE/4SE/4 and SW/4SE/4 of Sec. 25-T22S-R31E where Oxy USA, Inc. is the designated operator, the W/2E/2 of Sec. 36-T22S-R31E where COG Operating, LLC, is the designated operator, and Lot 2 of Sec. 1-T23S-R31E where Devon Energy Production Company, LP, is the designated operator. The notice letters advise Oxy USA, Inc., Devon Energy Production Company, LP, and the working interest owners under W/2E/2 Sec. 36, that should they have an objection to COG's application, they must file a written objection with the Division within twenty (20) days from the date the Division received this application.

Thank you for your consideration of this application. Should you have questions or require further information, please contact me at 575-748-6958 or by email at [dwilbourn@concho.com](mailto:dwilbourn@concho.com).

Sincerely,

Debora L. Wilbourn  
Regulatory Analyst

Enclosure  
cc: OCD Artesia



DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO
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ABOVE THIS LINE FOR DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]  
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]  
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]  
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]  
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]  
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] **TYPE OF APPLICATION - Check Those Which Apply for [A]**  
 [A] Location - Spacing Unit - Simultaneous Dedication  
 NSL  NSP  SD  
 Check One Only for [B] or [C]  
 [B] Commingling - Storage - Measurement  
 DHC  CTB  PLC  PC  OLS  OLM  
 [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX  PMX  SWD  IPI  EOR  PPR  
 [D] Other: Specify \_\_\_\_\_
- [2] **NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply**  
 [A]  Working, Royalty or Overriding Royalty Interest Owners  
 [B]  Offset Operators, Leaseholders or Surface Owner  
 [C]  Application is One Which Requires Published Legal Notice  
 [D]  Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office  
 [E]  For all of the above, Proof of Notification or Publication is Attached, and/or,  
 [F]  Waivers are Attached
- [3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Debra L. Wilbourn  
 Print or Type Name

*Debra L. Wilbourn*  
 Signature

Regulatory Analyst  
 Title

10/6/16  
 Date

dwilbourn@concho.com  
 e-mail Address

DISTRICT I  
1020 N. FRENCH DR., HOBBS, NM 88240  
Phone: (505) 393-8101 Fax: (505) 330-0780

DISTRICT II  
511 S. FIRST ST., ARTESIA, NM 88210  
Phone: (505) 748-1883 Fax: (505) 748-0728

DISTRICT III  
1000 RIO BRAZOS RD., AZTEC, NM 87410  
Phone: (505) 334-8178 Fax: (505) 334-8170

DISTRICT IV  
1020 S. ST. FRANCIS DR., SANTA FE, NM 87503  
Phone: (505) 478-3400 Fax: (505) 478-3408

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 SOUTH ST. FRANCIS DR.  
Santa Fe, New Mexico 87505

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number <b>30-015-43670</b>	Pool Code <b>39350</b>	Pool Name <b>Livingston Ridge; Bone Spring</b>
Property Code <b>39847</b>	Property Name <b>BULTACO STATE</b>	Well Number <b>3H</b>
GRID No. <b>229137</b>	Operator Name <b>COG OPERATING, LLC</b>	Elevation <b>3478.7'</b>

**Surface Location**

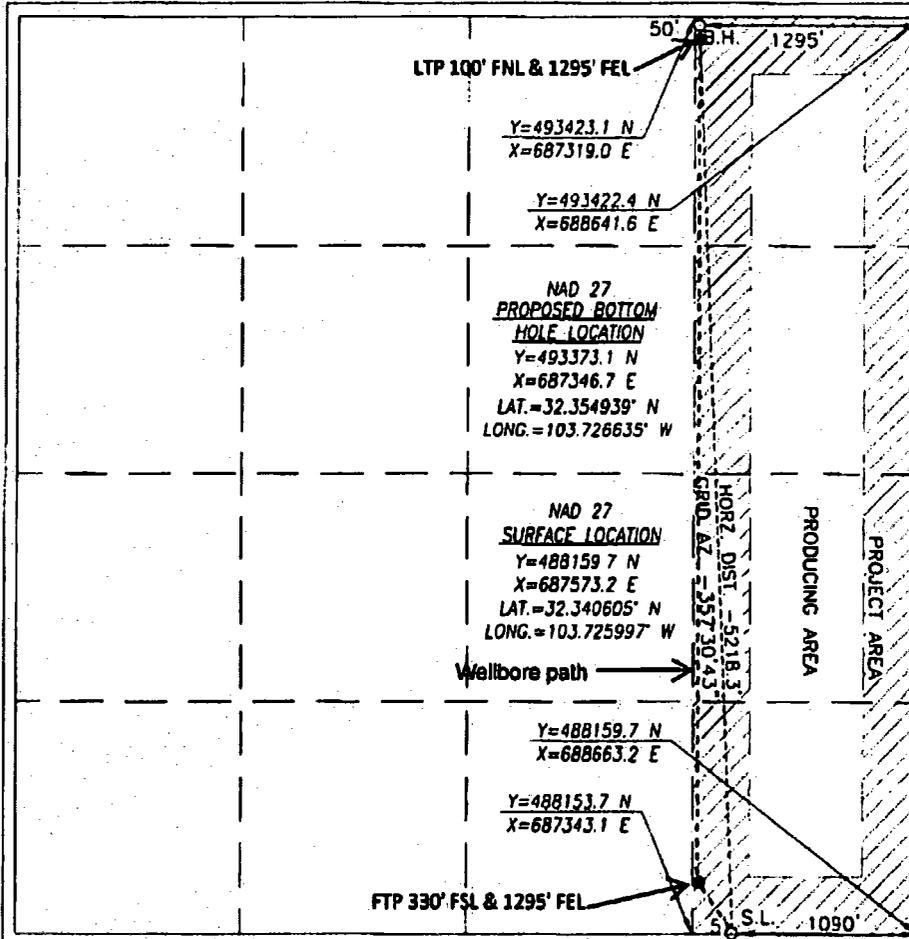
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	36	22-S	31-E		5	SOUTH	1090	EAST	EDDY

**Bottom Hole Location if Different From Surface**

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	36	22-S	31-E		50	NORTH	1295	EAST	EDDY

Dedicated Acres <b>160</b>	Joint or Infill	Consolidation Code	Order No.
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**NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION**



**OPERATOR CERTIFICATION**  
I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unless mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

*Debora L. Wilbourn*  
Signature Date 10/6/16

Debora L. Wilbourn  
Printed Name  
dwilbourn@concho.com  
E-mail Address

**SURVEYOR CERTIFICATION**  
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

JULY 23, 2015  
Date of Survey

Signature & Seal of Professional Surveyor

**CHAD L. HARCROW**  
NEW MEXICO  
17777  
LICENSED PROFESSIONAL SURVEYOR

*Chad Harcrow*  
Signature Date 8/19/16

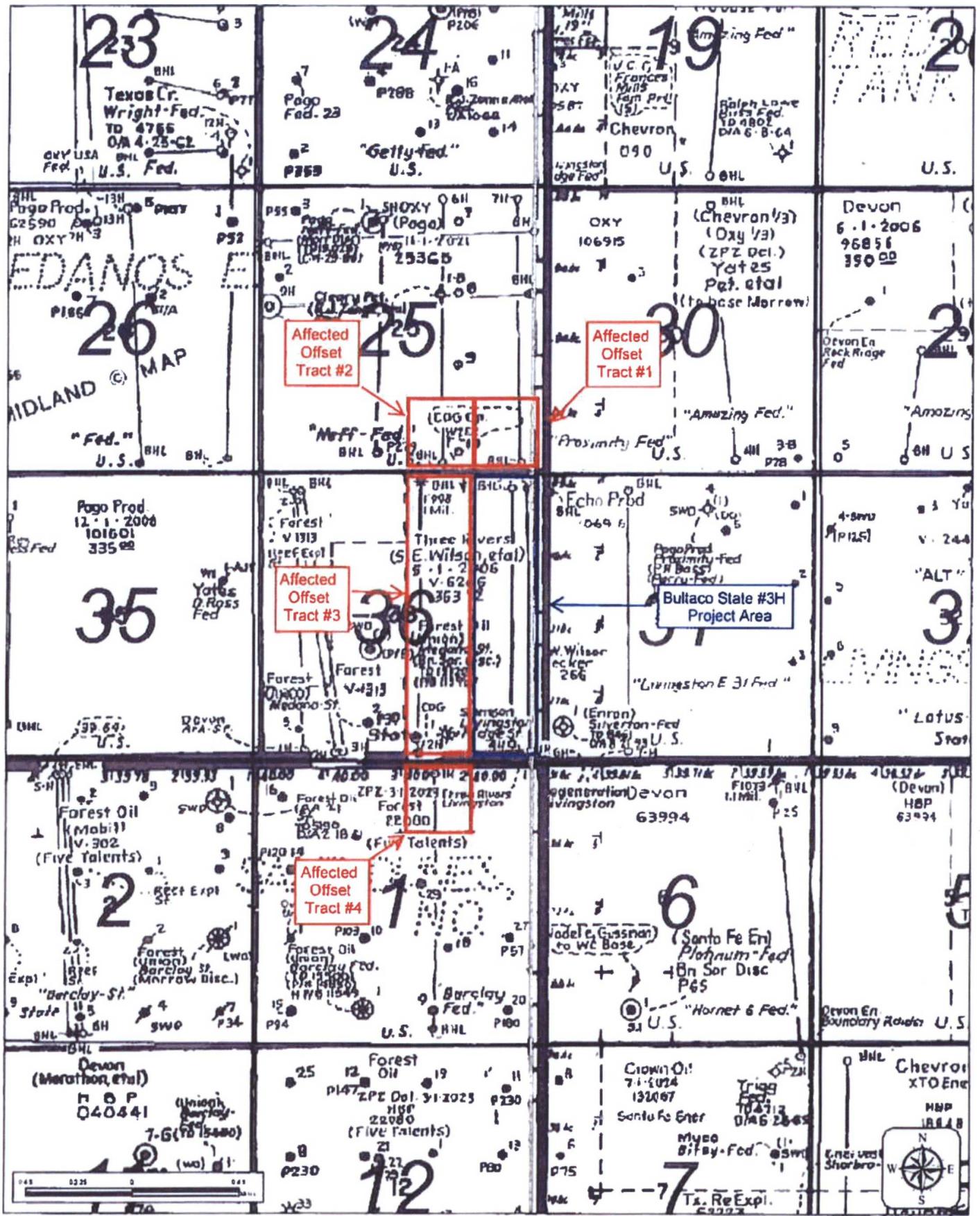
Certificate No. CHAD HARCROW 17777  
W.O. #16-668 DRAWN BY: RS



CONCHO

T22S-R31E

Bultaco State #3H

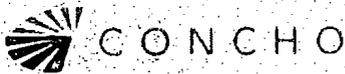


**Bultaco State #3H API #30-015-43670****Application for Non Standard Location****Notification List**

<b>Date Sent</b>	<b>Initials</b>	<b>Tract</b>	<b>Sent Certified Return Receipt to:</b>	<b>Receipt No.</b>	<b>Rec'd</b>
10/05/16	DLW	1, 2	Oxy USA, Inc., P. O. Box 27570, Houston, TX 77277	7013 3020 0000 8749 9108	
10/05/16	DLW	3	James R. & Robin L. Bartel, 96 Whitney, Cody, WY 82414-8011	7013 3020 0000 8749 9115	
10/05/16	DLW	3	John R. & Linda Stuckley, 4305 Crestgate Ave., Midland, TX 79707	7013 3020 0000 8749 9122	
10/05/16	DLW	3	David R & Gwen Smith, 14806 Barton Grove Lane, Humble, TX 77396	7013 3020 0000 8749 9139	
10/05/16	DLW	3	Leonard & Karen Trout, 4308 Crestgate Ave., Midland, TX 79707	7013 3020 0000 8749 9146	
10/05/16	DLW	3	Richard K. Barr Family Trust, Beverly J. Barr, Trustee, 8027 Chalk Knoll Dr., Austin, TX 78735	7013 3020 0000 8749 9153	
10/05/16	DLW	3	Scott E. Wilson Bypass Trust, Cynthia M. Wilson, Trustee, 4601 Mirador Dr., Austin, TX 79735	7013 3020 0000 8749 9160	
10/05/16	DLW	4	Devon Energy Production Company, LP, 333 West Sheridan Ave., Oklahoma City, OK 73102	7013 3020 0000 8749 9177	

Mailed 10/5/16

Debora L. Wilbourn



October 6, 2016

**Certified Mail – Return Receipt Requested**  
**7013 3020 0000 8749 9177**

Devon Energy Production Company, LP  
333 West Sheridan Ave.  
Oklahoma City, OK 73012

Re: Application for Unorthodox Well Location  
**Bultaco State #3H                      API No. 30-015-43670**  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Gentlemen:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

If you have any questions regarding this application, please contact Danny Kidwell at 432-685-2535 or Greg Geist at 432-221-0452 or by email at [dkidwell@concho.com](mailto:dkidwell@concho.com) or [ggeist@concho.com](mailto:ggeist@concho.com).

Sincerely,

A handwritten signature in cursive script that reads "Debora L. Wilbourn".

Debora L. Wilbourn  
Regulatory Analyst

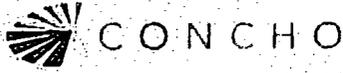
Enclosure

**CORPORATE ADDRESS**

ONE CONCHO CENTER | 600 WEST ILLINOIS AVENUE | MIDLAND, TEXAS 79701  
P 432.683.7443 | F 432.683.7441

**ARTESIA WEST OFFICE**

2208 MAIN STREET | ARTESIA, NEW MEXICO 88210  
P 575.748.6940 | F 575.746.2096



October 6, 2016

**Certified Mail – Return Receipt Requested**  
**7013 3020 0000 8749 9108**

Oxy USA, Inc  
P. O. Box 27570  
Houston, TX 77277

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-016-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf. 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf. 100' FNL & 1295' FEL  
Eddy County, NM

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Sincerely,

Debora L. Wilbourn  
Regulatory Analyst

Enclosure

**CORPORATE ADDRESS**

ONE CONCHO CENTER | 500 WEST ILLINOIS AVENUE | MIDLAND, TEXAS 79701  
P432.683.7443 | F432.683.7491

**ARTESIA WEST OFFICE**

2200 MAIN STREET | ARTESIA, NEW MEXICO 88210  
P575.748.6940 | F575.746.2096



October 6, 2016

**Certified Mail – Return Receipt Requested**  
**7013 3020 0000 8749 9153**

Richard K. Barr Family Trust  
Beverly J. Barr, Trustee  
8027 Chalk Knoll Drive  
Austin, TX 78735

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-016-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Ms. Barr:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

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Debora L. Wilbourn  
Regulatory Analyst

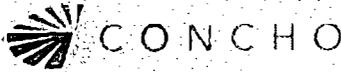
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ONE CONCHO CENTER | 600 WEST ILLINOIS AVENUE | MIDLAND, TEXAS 79701  
P: 432.683.7443 | F: 432.683.7441

**ARTESIA WEST OFFICE**

2208 MAIN STREET | ARTESIA, NEW MEXICO 88210  
P: 575.748.6940 | F: 575.746.2096



October 6, 2016

**Certified Mail – Return Receipt Requested**  
**7013 3020 0000 8749 9115**

James R. & Robin L. Bartel  
96 Whitney  
Cody, WY 82414-8011

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P); Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A); Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. and Mrs. Bartel:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

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Sincerely,

Debora L. Wilbourn  
Regulatory Analyst

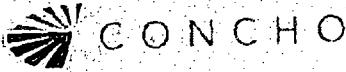
Enclosure

**CORPORATE ADDRESS**

ONE CONCHO CENTER | 500 WEST ILLINOIS AVENUE | MIDLAND, TEXAS 79701  
P: 432.689.7443 | F: 432.683.7441

**ARTESIA WEST OFFICE**

2208 MAIN STREET | ARTESIA, NEW MEXICO 88210  
P: 575.748.6940 | F: 575.746.2096



October 6, 2016

**Certified Mail – Return Receipt Requested**  
**7013 3020 0000 8749 9139**

David R & Gwen Smith  
14806 Barton Grove Lane  
Humble, TX 77396

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. and Mrs. Smith:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

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Sincerely,

Debora L. Wilbourn  
Regulatory Analyst

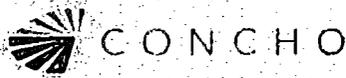
Enclosure

**CORPORATE ADDRESS**

ONE CONCHO CENTER 1600 WEST ILLINOIS AVENUE MIDLAND, TEXAS 79701  
P 432 683.7442 | F 432 683.7441

**ARTESIA WEST OFFICE**

2208 MAIN STREET | ARTESIA, NEW MEXICO 88210  
P 575 748-6940 | F 575 748-2090



October 6, 2016

**Certified Mail – Return Receipt Requested**  
**7013 3020 0000 8749 9122**

John R. & Linda Stuckley  
4305 Crestgate Ave.  
Midland, TX 79707

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. and Mrs. Stuckley:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

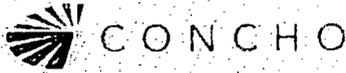
COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

If you have any questions regarding this application, please contact Danny Kidwell at 432-685-2535 or Greg Geist at 432-221-0452 or by email at [dkidwell@concho.com](mailto:dkidwell@concho.com) or [ggeist@concho.com](mailto:ggeist@concho.com).

Sincerely,  
*Debora L. Wilbourn*

Debora L. Wilbourn  
Regulatory Analyst

Enclosure



October 6, 2016

**Certified Mail – Return Receipt Requested**  
**7013 3020 0000 8749 9146**

Leonart & Karen Trout  
4308 Crestgate Ave.  
Midland, TX 79707

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf. 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf. 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. and Mrs. Trout:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

If you have any questions regarding this application, please contact Danny Kidwell at 432-685-2535 or Greg Geist at 432-221-0452 or by email at [dkidwell@concho.com](mailto:dkidwell@concho.com) or [ggeist@concho.com](mailto:ggeist@concho.com).

Sincerely,

A handwritten signature in cursive script that reads "Debora L. Wilbourn".

Debora L. Wilbourn  
Regulatory Analyst

Enclosure

**CORPORATE ADDRESS**

ONE CONCHO CENTER | 600 WEST ILLINOIS AVENUE | MIDLAND, TEXAS 79701  
P432 683 7443 | F432 683 7441

**ARTESIA WEST OFFICE**

2200 MAIN STREET | ARTESIA, NEW MEXICO 88210  
P575 748 6940 | F575 746 2096



October 6, 2016

Certified Mail – Return Receipt Requested  
7013 3020 0000 8749.9160

Scott E. Wilson Bypass Trust  
Cynthia M. Wilson, Trustee  
4601 Mirador Drive  
Austin, TX 79735

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Ms. Wilson:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

If you have any questions regarding this application, please contact Danny Kidwell at 432-685-2535 or Greg Geist at 432-221-0452 or by email at [dkidwell@concho.com](mailto:dkidwell@concho.com) or [ggeist@concho.com](mailto:ggeist@concho.com).

Sincerely,

Debora L. Wilbourn  
Regulatory Analyst

Enclosure

CORPORATE ADDRESS

ONE CONCHO CENTER | 600 WEST ILLINOIS AVENUE | MIDLAND, TEXAS 79701  
P 432.683.7443 | F 432.683.7441

ARTESIA WEST OFFICE

2208 MAIN STREET | ARTESIA, NEW MEXICO 88210  
P 575.748.6940 | F 575.746.2096



September 7, 2016

Oxy USA, Inc.  
P. O. Box 27570  
Houston, TX 77277

Re: Application for Unorthodox Well Location  
**Bullaco State #3H** API No. 30-016-43670  
 SHL: 5' FSL & 1090' FEL (Unit P), Section 38-T22S-R31E  
 Proposed First Perf: 330' FSL & 1295' FEL  
 BHL: 50' FNL & 1295' FEL (Unit A), Section 35-T22S-R31E  
 Proposed Last Perf: 100' FNL & 1295' FEL  
 Eddy County, NM

Gentlemen:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bullaco State #3H well, the SHL of which is located in Section 38-T22S-R31E, Eddy County, New Mexico. You are being sent a copy of this Application per OCD's requirement to notify the operator of the offset affected acreage. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

If you have any questions regarding this application, please contact Danny Kidwell at 432-685-2535 or Greg Geist at 432-221-0452 or b.

Sincerely,

*Debra L. Wilbourn*

Debra L. Wilbourn  
Regulatory Analyst

Enclosure

OXY USA INC  
P O BOX 27570  
HOUSTON TX 77277

CORPORATE ADDRESS  
One Concho Center | 600 West Illinois Avenue  
PHONE 432.683.7443 | FAX 432.683.7441

Bullaco 3434-NSL

2. Article Number  
Transfer from Service #

7016 0910 0000 2654 6740

U.S. Postal Service <b>CERTIFIED MAIL® RECEIPT</b> <i>Domestic Mail Only</i>	
For delivery information, visit our website at <a href="http://www.usps.com">www.usps.com</a>	
<b>OFFICIAL USE</b>	
Certified Mail Fee \$ _____	9/7/16
Extra Services & Fees (check box, add fee as appropriate) <input type="checkbox"/> Return Receipt (hardcopy) \$ _____ <input type="checkbox"/> Return Receipt (electronic) \$ _____ <input type="checkbox"/> Certified Mail Restricted Delivery \$ _____ <input type="checkbox"/> Adult Signature Required \$ _____ <input type="checkbox"/> Adult Signature Restricted Delivery \$ _____	
Postage \$ _____	
Total Postage and Fees \$ _____	
Sent: Street: _____ City: _____	
OXY USA INC P O BOX 27570 HOUSTON TX 77277	
PS Form 3850, April 2015 PSN 7530-02-000-9002 See Reverse for Instructions	

**SENDER COMPLETES THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  Agent  
 Address

B. Received by (Printed Name)  Date of Delivery  
*E. Mendoza* 9/7-16

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail®  Priority Mail Express®  
 Registered  Return Receipt for Merchandise  
 Insured Mail  Collect on Delivery

4. Restricted Delivery? (Extra Fee)  Yes

7016 0910 0000 2654 6740

CONCHO

October 6, 2016

James R. & Robin L. Bartel  
96 Whitney  
Cody, WY 82414-8011

Re. Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. and Mrs. Bartel

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

If you have any questions regarding  
Greg Geist at 432-221-0452 or b

Sincerely,

*Debora L. Willbourn*

Debora L. Willbourn  
Regulatory Analyst

Enclosure

CORPORATE ADDRESS

P F

U.S. Postal Service  
**CERTIFIED MAIL RECEIPT**  
 (Domestic Mail Only; No Insurance Coverage Provided)  
 For delivery information visit our website at www.usps.com

**OFFICIAL USE**

Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

7013 3020 0000 8749 9115

**JAMES R & ROBIN L BARTEL**  
 96 WHITNEY  
 CODY WY 82414-8011

PS Form 3800, August 2006 See Reverse for Instructions

**SENDER COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 Print your name and address on the reverse so that we can return the card to you.  
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
**JAMES R & ROBIN L BARTEL**  
 96 WHITNEY  
 CODY WY 82414-8011

2. Article Number  
 (Transfer from service label)  
 7013 3020 0000 8749 9115

**RECIPIENT COMPLETE THIS SECTION**

A. Signature  
*James Bartel*  Agent  Addressee

B. Received by (Printed Name)  
 C. Date of Delivery  
 10/11/16

D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type  
 Certified Mail®  Priority Mail Express™  
 Registered  Return Receipt for Merchandise  
 Insured Mail  Collect on Delivery

4. Restricted Delivery? (Extra Fee)  Yes

Bultaco #3H-NSE

October 6, 2016

John R & Linda Stuckley  
4305 Crestgate Ave.  
Midland, TX 79707

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr and Mrs Stuckley:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

If you have any questions regarding  
Greg Geist at 432-221-0452 or by

Sincerely,

*Debora L. Willbourn*

Debora L. Willbourn  
Regulatory Analyst

Enclosure

CORPORATE ADDRESS

P F

2275 648 0000 8749 9222

**CERTIFIED MAIL™ RECEIPT™**  
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For delivery information visit our website at [www.usps.com](http://www.usps.com)

**OFFICIAL USE**

Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

*10/16/16*

**JOHN R & LINDA STUCKLEY**  
4305 CRESTGATE AVE  
MIDLAND TX 79707

PS Form 3811, August 2006 See Reverse for Instructions

SENDER COMPLETE THIS SECTION	RECIPIENT COMPLETE THIS SECTION ON DELIVERY
<ul style="list-style-type: none"> <li>■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>■ Print your name and address on the reverse so that we can return the card to you.</li> <li>■ Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul> <p>1. Article Addressed to:</p> <p style="text-align: center;"><b>JOHN R &amp; LINDA STUCKLEY</b> 4305 CRESTGATE AVE MIDLAND TX 79707</p>	<p>A. Signature <i>[Signature]</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) <i>[Signature]</i> C. Date of Delivery <i>10/8/16</i></p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If YES, enter delivery address below:</p>
<p>2. Article Number (Transfer from service label)</p> <p><i>Bultaco St 3H - NSL</i></p>	<p>3. Service Type  <input checked="" type="checkbox"/> Certified Mail™ <input type="checkbox"/> Priority Mail Express™  <input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise  <input type="checkbox"/> Insured Mail <input type="checkbox"/> Collect on Delivery</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>
<p>7013 3020 0000 8749 9222</p>	

October 6, 2016

David R & Gwen Smith  
14806 Barton Grove Lane  
Humble, TX 77396

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. and Mrs. Smith:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves, thereby preventing waste.

ny Kidwell at 432-685-2535 or  
@concho.com

**SENDER INFORMATION SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

**DAVID R & GWEN SMITH  
14806 BARTON GROVE LANE  
HUMBLE TX 77396**

**COMPLETE THIS SECTION FOR DELIVERY**

A. Signature  
 *Gwen Smith*  Agent  
 Addressee

B. Received by (Printed Name): *Gwen Smith* C. Date of Delivery: *10-12-16*

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail®  Priority Mail Express™  
 Registered  Return Receipt for Merchandise  
 Insured Mail  Collect on Delivery

4. Restricted Delivery? (Extra Fee)  Yes

2. Article Number  
 (Transfer from service label)

7013 3020 0000 8749 9139

**CERTIFIED MAIL™ RECEIPT**  
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For delivery information visit our website at www.usps.com

**OFFICIAL USE**

Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

Postage No. *101616*

**DAVID R & GWEN SMITH  
14806 BARTON GROVE LANE  
HUMBLE TX 77396**

PS Form 3800, August 2008 See Reverse for Instructions

7013 3020 0000 8749 9139

ST OFFICE

F



September 7, 2016

Leonard & Karen Trout  
4308 Crestgate Ave.  
Midland, TX 79707

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 35-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. and Mrs. Trout:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are being sent a copy of this Application per OCD's requirement to notify the working interest owners in the offset affected acreage. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

If you have any questions regarding this application, please contact Danny Kirtwall at 432-685-7525 or Greg Gelst at 432-221-0452 or:

Sincerely,

*Debora L. Wilbourn*

Debora L. Wilbourn  
Regulatory Analyst

Enclosure

**SENDER COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

LEONARD & KAREN TROUT  
4308 CRESTGATE AVE  
MIDLAND TX 79707

2. Article Number  
(Transfer from end of label)

**RECIPIENT COMPLETE THIS SECTION**

A. Signature  
*Karen Trout*  Agent  
 Addressee

B. Received by (Printed Name)  
*Karen Trout*

C. Date of Delivery  
*9/12/16*

D. Is delivery address different from item 1?  Yes  
If YES, enter delivery address below:  No

3. Service Type

Certified Mail®  Priority Mail Express™  
 Registered  Return Receipt for Merchandise  
 Insured Mail  Collect on Delivery

Restricted Delivery (Extra Fee)  Yes

CORPORATE ADDRESS:  
One Concho Center | 600 West Illinois Avenue  
PHONE 432.683.7443 | FAX 432.683.7441

U.S. Postal Service™  
**CERTIFIED MAIL® RECEIPT**  
Domestic Mail Only

For delivery information, visit our website at [www.usps.com](http://www.usps.com)™

**OFFICIAL USE**

Certified Mail Fee \$  
Extra Services & Fees (check box, add fee as appropriate)  
 Return Receipt (hardcopy) \$  
 Return Receipt (electronic) \$  
 Certified Mail Restricted Delivery \$  
 Adult Signature Required \$  
 Adult Signature Restricted Delivery \$  
 Postage \$  
 Total Postage and Fees \$

LEONARD & KAREN TROUT  
4308 CRESTGATE AVE  
MIDLAND TX 79707

PS Form 3800, April 2015 PSN 7530-01-000-9017 See Reverse for Instructions

7026 0910 0000 2654 6788  
C 9/12/16

MIDLAND TEXAS 79707  
7026 0910 0000 2654 6788  
Domestic Return Receipt



October 6, 2016

Richard K. Barr Family Trust  
Beverly J Barr, Trustee  
8027 Chalk Knoll Drive  
Austin, TX 78735

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Ms Barr,

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to... efficient recovery of reserves

**CERTIFIED MAIL™ RECEIPT**  
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at [www.usps.com](http://www.usps.com)

**OFFICIAL USE**

ESTB 7013 3020 0000 8749 9153

Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

10/6/16

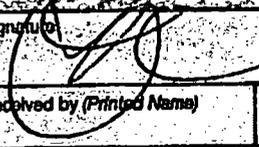
TO: RICHARD K BARR FAMILY TRUST  
BEVERLY J BARR TRUSTEE  
8027 CHALK KNOLL DR  
AUSTIN TX 78735

PS Form 3800, August 2006 See Reverse for instructions

**SENDER COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

**COMPLETE THESE SECTIONS ON DELIVERY**

A. Signature  X   Agent  Address: @concho.com

B. Received by (Printed Name) \_\_\_\_\_ C. Date of Delivery \_\_\_\_\_

D. Is delivery address different from item 1?  Yes  
If YES, enter delivery address below:  No

1. Article Addressed to:

RICHARD K BARR FAMILY TRUST  
BEVERLY J BARR TRUSTEE  
8027 CHALK KNOLL DR  
AUSTIN TX 78735

3. Service Type

Certified Mail™  Priority Mail Express™  
 Registered  Return Receipt for Merchandise  
 Insured Mail  Collect on Delivery

4. Restricted Delivery? (Extra Fee)  Yes

2. Article Number (Transfer from service label) Bultaco State #3H-156 7013 3020 0000 8749 9153



September 7, 2016

Scott E Wilson Bypass Trust  
Cynthia M. Wilson, Trustee  
4601 Mirador Drive  
Austin, TX 79735

Re Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-016-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 35-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Ms Wilson

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are being sent a copy of this Application per OCD's requirement to notify the working interest owners in the offset affected acreage. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

iny Kidwell at 432-685-2535 or @concho.com

RECEIVED CONCHO ENERGY SERVICES

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

SCOTT E WILSON BYPASS TRUST  
CYNTHIA M WILSON TRUSTEE  
4601 MIRADOR DR  
AUSTIN TX 79735

Bultaco 3H - NSL  
2. Article Number  
(Transfer from service label)

7016 0910 0000 2654 6801

U.S. Postal Service  
**CERTIFIED MAIL® RECEIPT**  
Domestic Mail Only

For delivery information, visit our website at [www.usps.com](http://www.usps.com)

**OFFICIAL USE**

Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)

<input type="checkbox"/> Return Receipt (hardcopy)	\$
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$

Postage \$

Total Postage and Fees \$

SCOTT E WILSON BYPASS TRUST  
CYNTHIA M WILSON TRUSTEE  
4601 MIRADOR DR  
AUSTIN TX 79735

9/7/16

PS Form 3800, April 2015 (PSN 7530-02-000-9017) See Reverse for Instructions

RECEIVED CONCHO ENERGY SERVICES ON BEHALF OF THE TRUSTEE

A. Signature  Agent  Addressee  
*Cynthia M. Wilson*

B. Received by (Printed Name) C. Date of Delivery  
*Cynthia M. Wilson*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type

<input checked="" type="checkbox"/> Certified Mail®	<input type="checkbox"/> Priority Mail Express™
<input type="checkbox"/> Registered	<input type="checkbox"/> Return Receipt for Merchandise
<input type="checkbox"/> Insured Mail	<input type="checkbox"/> Collect on Delivery

4. Restricted Delivery? (Extra Fee)  Yes  No

8 West Main Street | Artesia, New Mexico 88210  
| FAX 575 748 6968

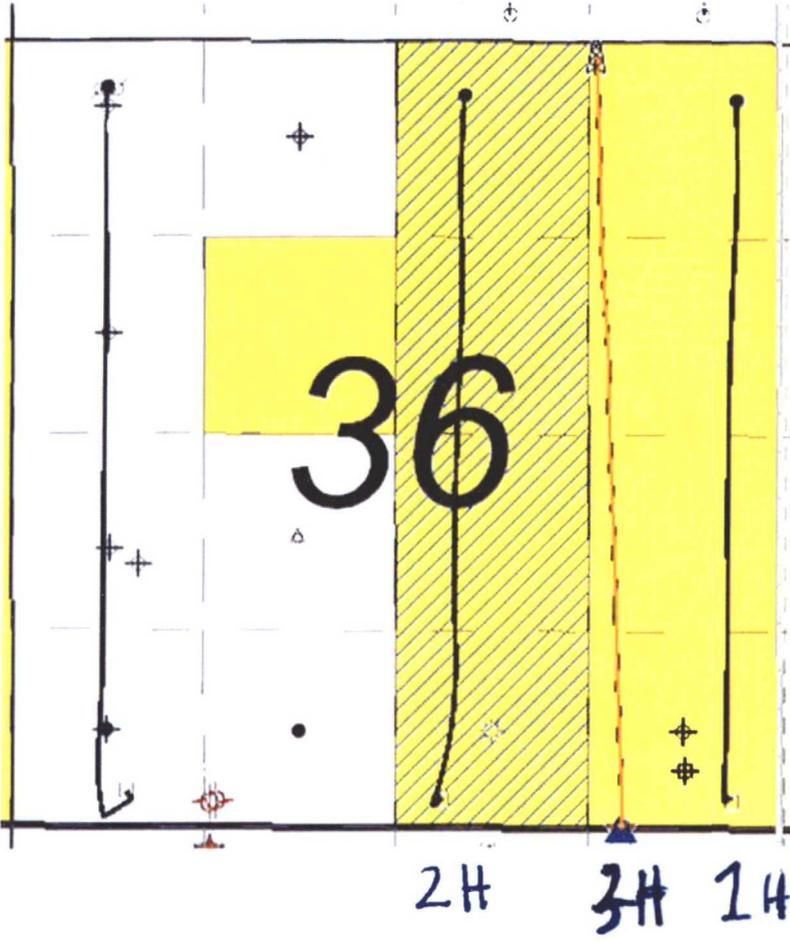


EXHIBIT  
B

	Bultaco 1H & 3H E2E2	Bultaco 2H (APO) W2E2
COG	0.9	0.975
David & Gwen Smith	0.008333	0.00208333
Richard K Barr Fmaily Trust	0.025	0.00625
Leonard Trust	0.008333	0.00208333
John Stuckley	0.008334	0.00208334
James Bartel	0.025	0.00625
Scott Wilson Bypass Trust	0.025	0.00625



 E2 JOA dated 1/1/2006



ABOVE THIS LINE FOR DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]**  
**[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]**  
**[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]**  
**[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]**  
**[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]**  
**[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]**

- [1] **TYPE OF APPLICATION - Check Those Which Apply for [A]** NSL - 7511  
 [A] Location - Spacing Unit - Simultaneous Dedication COG Operating LLC (229137)  
 NSL  NSP  SD Bultaco state #3H (30-015-43670)  
 Livingston Ridge; Bonse Spring (39350)  
 Check One Only for [B] or [C]  
 [B] Commingling - Storage - Measurement  
 DHC  CTB  PLC  PC  OLS  OLM  
 [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX  PMX  SWD  IPI  EOR  PPR  
 [D] Other: Specify \_\_\_\_\_

- [2] **NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply**  
 [A]  Working, Royalty or Overriding Royalty Interest Owners  
 [B]  Offset Operators, Leaseholders or Surface Owner  
 [C]  Application is One Which Requires Published Legal Notice  
 [D]  Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office  
 [E]  For all of the above, Proof of Notification or Publication is Attached, and/or,  
 [F]  Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

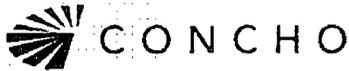
Debra L. Wilbourn  
 Print or Type Name

*Debra L. Wilbourn*  
 Signature

Regulatory Analyst  
 Title

10/6/16  
 Date

dwilbourn@concho.com  
 e-mail Address



October 6, 2016

Oil Conservation Division  
Attention: Mr. Leonard Lowe  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

Re: Application for Unorthodox Well Location  
**Bultaco State #3H**                      **API No. 30-015-43670**  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. Lowe:

Pursuant to Division Rule 19.15.15.13, COG Operating LLC (COG) respectfully requests administrative approval of an unorthodox oil well location for its Bultaco State #3H well. The producing interval of this well does not meet the 330' from the outer boundary of the producing area requirement. Attached is a Form C-102 showing the project area and the producing area of this well.

COG is seeking approval of the unorthodox location in order to maximize recovery of reserves. The New Mexico Oil Conservation Division's approval of the unorthodox completed interval for the Bultaco State #3H well will allow for efficient recovery of reserves thereby preventing waste and improving well performance.

The affected offset tracts are the SE/4SE/4 and SW/4SE/4 of Sec. 25-T22S-R31E where Oxy USA, Inc. is the designated operator, the W/2E/2 of Sec. 36-T22S-R31E where COG Operating, LLC, is the designated operator, and Lot 2 of Sec. 1-T23S-R31E where Devon Energy Production Company, LP, is the designated operator. The notice letters advise Oxy USA, Inc., Devon Energy Production Company, LP, and the working interest owners under W/2E/2 Sec. 36, that should they have an objection to COG's application, they must file a written objection with the Division within twenty (20) days from the date the Division received this application.

Thank you for your consideration of this application. Should you have questions or require further information, please contact me at 575-748-6958 or by email at [dwilbourn@concho.com](mailto:dwilbourn@concho.com).

Sincerely,

A handwritten signature in cursive script that reads "Debora L. Wilbourn".

Debora L. Wilbourn  
Regulatory Analyst

Enclosure  
cc: OCD Artesia

**CORPORATE ADDRESS**

ONE CONCHO CENTER | 600 WEST ILLINOIS AVENUE | MIDLAND, TEXAS 79701  
P432.683.7443 | F432.683.7441

**ARTESIA WEST OFFICE**

2208 MAIN STREET | ARTESIA, NEW MEXICO 88210  
P575.748.6940 | F575.746.2096

**JAMES BRUCE  
ATTORNEY AT LAW**

**POST OFFICE BOX 1056  
SANTA FE, NEW MEXICO 87504**

**369 MONTEZUMA, NO. 213  
SANTA FE, NEW MEXICO 87501**

**(505) 982-2043 (Phone)  
(505) 660-6612 (Cell)  
(505) 982-2151 (Fax)**

**[jamesbruce@nol.com](mailto:jamesbruce@nol.com)**

October 31, 2016

Via e-mail

Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

Re: COG Operating LLC  
Administrative application for an unorthodox oil well location

Bultaco State Well No. 3H  
E/2E/2 §36-22S-31E  
Eddy County, New Mexico

Dear Mr. McMillan:

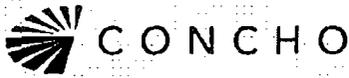
Devon Energy Production Company, L.P. ("Devon") objects to the above application. Granting the application will impair Devon's correlative rights in offsetting acreage.

Very truly yours,

  
James Bruce

Attorney for Devon Energy Production Company, L.P.

cc: Debora L. Wilbourn (via e-mail)  
Ocean Munds-Dray (via e-mail)



December 9, 2016

Devon Energy Corporation  
6488 Seven Rivers Highway  
Artesia, New Mexico 88210

Attention: Mr. Cole Metcalf

Re: **Bultaco State 3H**  
Section 36: E $\frac{1}{4}$ SE $\frac{1}{4}$   
Township 22 South – Range 31 East  
Eddy County, New Mexico

Dear Cole,

This letter is to confirm in writing, the agreement between COG Operating LLC ("COG") and Devon Energy Corporation ("Devon") to settle the issue of COG's placement of its Bultaco State 3H well pad, which was constructed partially in Section 1, T23S-R31E of the Tomb Raider/Bultaco State Drill Island.

COG, at Devon's recommendation, agrees to use a buried base beam for its anchors and reclaim a portion of the referenced well pad, not more than forty feet (40') from the wellhead of the Bultaco State 3H well, such work to commence within six (6) months after the date of this letter. The intent is to reclaim as much of the well pad as possible, up to forty feet (40') South from the wellhead, leaving sufficient access to the buried base beam. A plat of the reclamation is attached to this letter agreement.

COG further agrees to reimburse Devon for all reasonable costs incurred if Devon should need to re-survey its well pad due to the existence of COG's Bultaco State 3H well pad.

Devon further agrees to withdraw its protest to NMOCD of COG's Non-Standard Location for the Bultaco State 3H well, such action to be taken within ten (10) days after the Date of this letter. Your signature below constitutes Devon's agreement to the terms of this letter agreement.

Sincerely,  
COG OPERATING LLC

Danny Kidwell  
Senior Landman, NM Basin

AGREED TO AND ACCEPTED BY:

COG OPERATING LLC

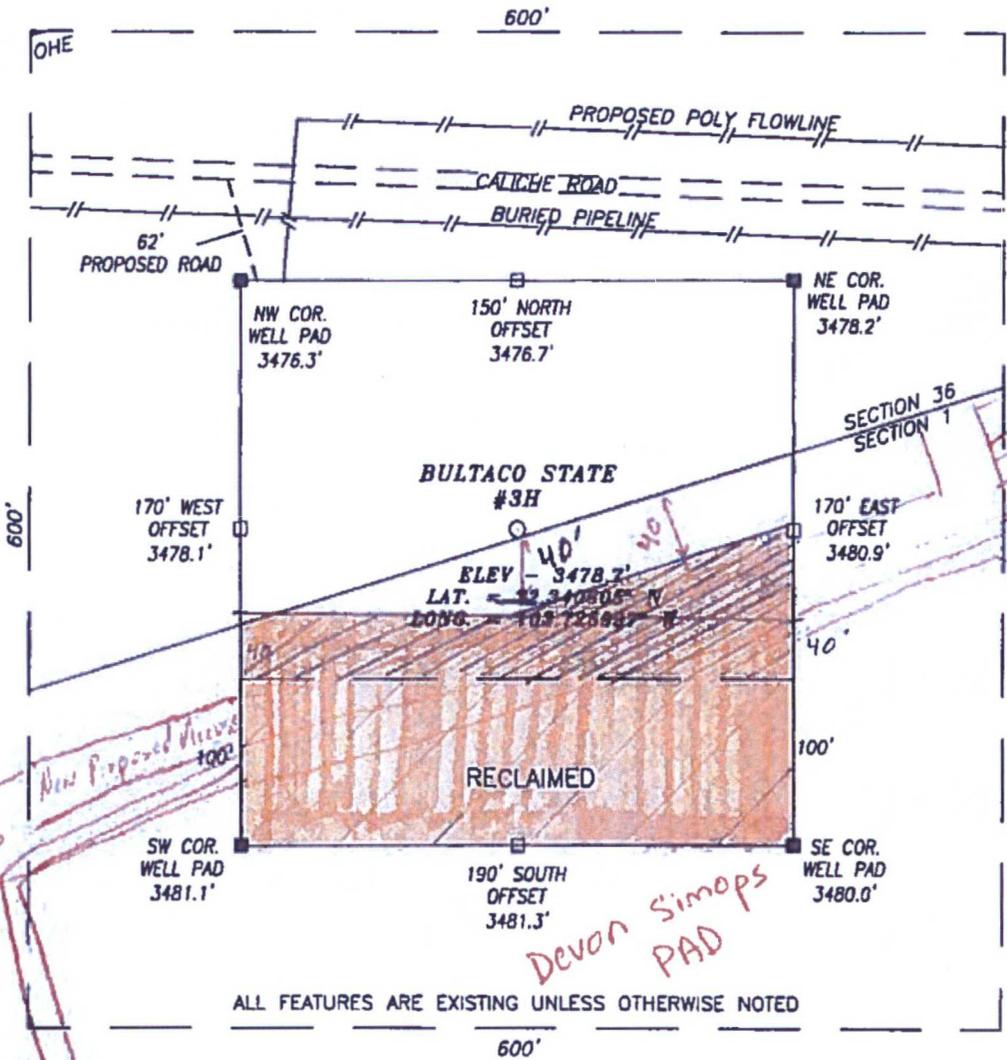
\_\_\_\_\_  
Jeff Gasch  
NM Asset Manager  
Date: 12/9/16

DEVON ENERGY CORPORATION

\_\_\_\_\_  
By: S. Scott Prather  
Title: Manager - Land  
Date: 12/14/2016

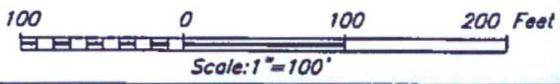
PLAN I.P. COG USES BASE BEAM DIG

SECTION 36, TOWNSHIP 22 SOUTH, RANGE 31 EAST, N.M.P.M.,  
EDDY COUNTY NEW MEXICO



ALL FEATURES ARE EXISTING UNLESS OTHERWISE NOTED

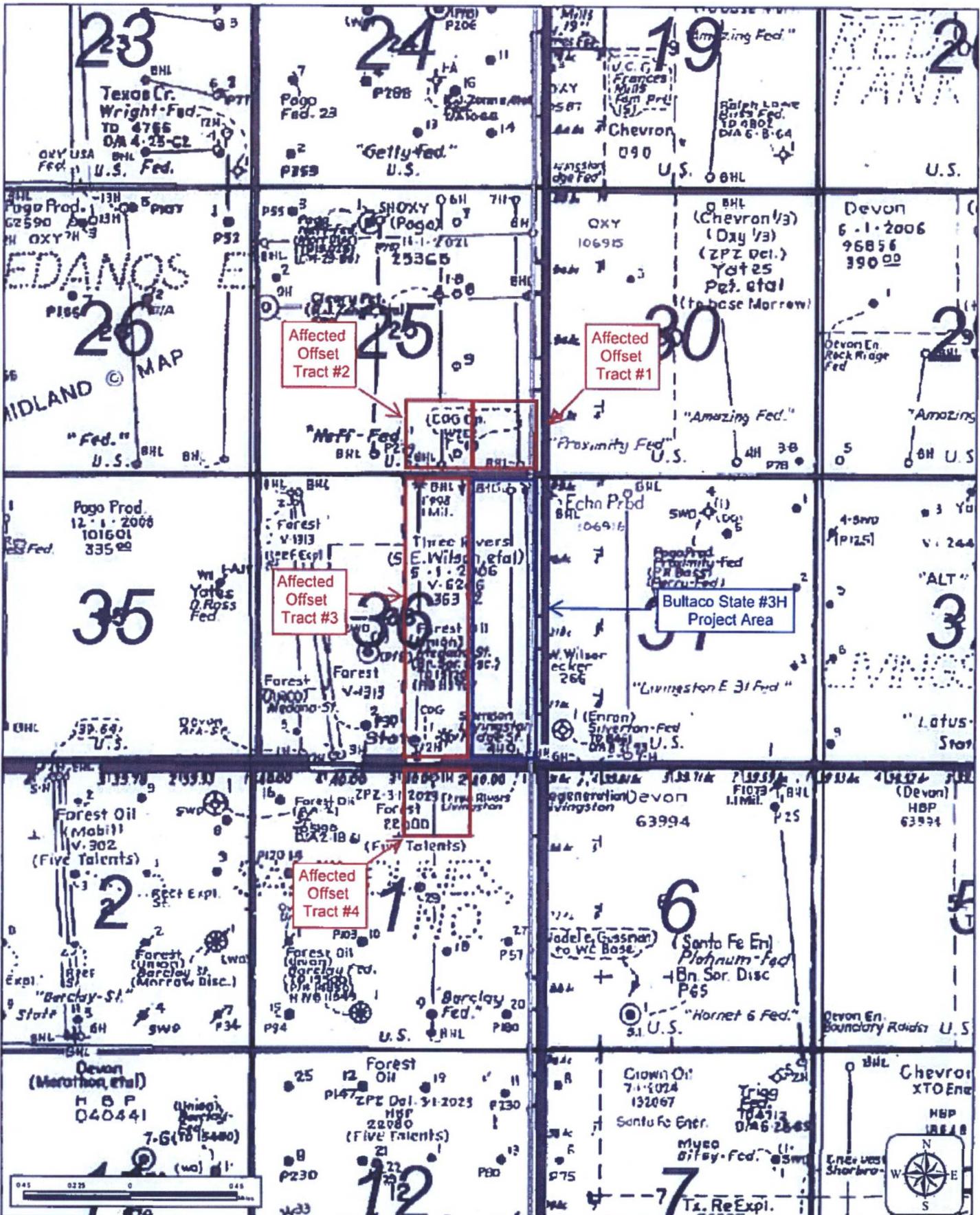
**DIRECTIONS TO LOCATION:**  
FROM THE INTERSECTION OF HWY 128 AND RED RD., GO NORTH ON RED RD. APPROX. 6.5 MILES. THEN TURN RIGHT (EAST) AND GO APPROX. 0.4 MILES; THEN TURN RIGHT (SOUTH) AND GO APPROX. 0.15 MILES; THEN TURN LEFT (SOUTHEAST) AND GO APPROX. 0.2 MILES TO THE EXISTING LIVINGSTON RIDGE 36 ST. #1; THE CONTINUE ACROSS PAD AND EXIT ON THE SOUTHEAST CORNER; THEN CONTINUE SOUTHEAST 0.15 MILES; THEN PROPOSED LOCATION IS APPROX. 275 FEET SOUTH.



**HARCROW SURVEYING, LLC**  
2314 W. MAIN ST, ARTESIA, N.M. 88210  
PH: (575) 746-2158 FAX: (575) 746-2158  
c.harcrow@harcrowsurveying.com



<b>COG OPERATING, LLC</b>	
BULTACO STATE #3H WELL LOCATED 5 FEET FROM THE SOUTH LINE AND 1080 FEET FROM THE EAST LINE OF SECTION 36, TOWNSHIP 22 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO	
SURVEY DATE: JULY 23, 2015	PAGE: 1 OF 1
DRAFTING DATE: JULY 27, 2015	
APPROVED BY: CH	DRAWN BY: WN FILE: 15-718



**Bultaco State #3H API #30-015-43670****Application for Non Standard Location  
Notification List**

<b>Date Sent</b>	<b>Initials</b>	<b>Tract</b>	<b>Sent Certified Return Receipt to:</b>	<b>Receipt No.</b>	<b>Rec'd</b>
10/05/16	DLW	1, 2	Oxy USA, Inc., P. O. Box 27570, Houston, TX 77277	7013 3020 0000 8749 9108	
10/05/16	DLW	3	✓ James R. & Robin L. Bartel, 96 Whitney, Cody, WY 82414-8011	7013 3020 0000 8749 9115	
10/05/16	DLW	3	✓ John R. & Linda Stuckley, 4305 Crestgate Ave., Midland, TX 79707	7013 3020 0000 8749 9122	
10/05/16	DLW	3	✓ David R & Gwen Smith, 14806 Barton Grove Lane, Humble, TX 77396	7013 3020 0000 8749 9139	
10/05/16	DLW	3	✓ Leonard & Karen Trout, 4308 Crestgate Ave., Midland, TX 79707	7013 3020 0000 8749 9146	
10/05/16	DLW	3	✓ Richard K. Barr Family Trust, Beverly J. Barr, Trustee, 8027 Chalk Knoll Dr., Austin, TX 78735	7013 3020 0000 8749 9153	
10/05/16	DLW	3	✓ Scott E. Wilson Bypass Trust, Cynthia M. Wilson, Trustee, 4601 Mirador Dr., Austin, TX 79735	7013 3020 0000 8749 9160	
10/05/16	DLW	4	Devon Energy Production Company, LP, 333 West Sheridan Ave., Oklahoma City, OK 73102	7013 3020 0000 8749 9177	

Mailed 10/5/16

Debora L. Wilbourn



# USPS Tracking®

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Get Easy Tracking Updates ›  
Sign up for My USPS

Tracking Number: 70133020000087499177

Updated Delivery Day: Tuesday, October 11, 2016

## Product & Tracking Information

Postal Product:

Features:  
Certified Mail™

## Available Actions

DATE & TIME	STATUS OF ITEM	LOCATION
October 11, 2016 , 7:50 am	Delivered	OKLAHOMA CITY, OK 73102

Your item was delivered at 7 50 am on October 11, 2016 in OKLAHOMA CITY, OK 73102

October 11, 2016 , 7 40 am	Arrived at Unit	OKLAHOMA CITY, OK 73102
October 9, 2016 , 7 10 am	In Transit to Destination	
October 8, 2016 , 1 10 am	Departed USPS Facility	OKLAHOMA CITY, OK 73107
October 7, 2016 , 2 28 pm	Arrived at USPS Facility	OKLAHOMA CITY, OK 73107
October 6 2016 , 11 49 pm	Departed USPS Facility	LUBBOCK, TX 79402
October 6 2016 , 9 43 pm	Arrived at USPS Facility	LUBBOCK, TX 79402

## Track Another Package

Tracking (or receipt) number

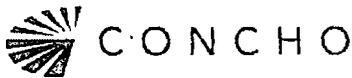
Track It

## Manage Incoming Packages

Track all your packages from a dashboard  
No tracking numbers necessary

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December 9, 2016

Devon Energy Corporation  
6488 Seven Rivers Highway  
Artesia, New Mexico 88210

Attention: Mr. Cole Metcalf

Re: **Bultaco State 3H**  
Section 36: E $\frac{1}{4}$ SE $\frac{1}{4}$   
Township 22 South – Range 31 East  
Eddy County, New Mexico

Dear Cole,

This letter is to confirm in writing, the agreement between COG Operating LLC ("COG") and Devon Energy Corporation ("Devon") to settle the issue of COG's placement of its Bultaco State 3H well pad, which was constructed partially in Section 1, T23S-R31E of the Tomb Raider/Bultaco State Drill Island.

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Devon further agrees to withdraw its protest to NMOCD of COG's Non-Standard Location for the Bultaco State 3H well, such action to be taken within ten (10) days after the Date of this letter. Your signature below constitutes Devon's agreement to the terms of this letter agreement.

Sincerely,  
COG OPERATING LLC

Danny Kidwell  
Senior Landman, NM Basin

**AGREED TO AND ACCEPTED BY:**

COG OPERATING LLC

\_\_\_\_\_  
Jeff Gasch  
NM Asset Manager  
Date: 12/9/16

DEVON ENERGY CORPORATION

\_\_\_\_\_  
By: S. Scott Prather  
Title: Manager - land  
Date: 12/14/2016

**McMillan, Michael, EMNRD**

---

**From:** McMillan, Michael, EMNRD  
**Sent:** Monday, October 31, 2016 1:54 PM  
**To:** 'Debora Wilbourn'  
**Cc:** Jim Bruce  
**Subject:** Bultaco State Well No. 3H suspended application

Debora:

Your NSL application has been suspended for 30-days pending further review for the Bultaco State Well No. 3H.

Thank You

**MICHAEL A. MCMILLAN**

Engineering Bureau, Oil Conservation Division  
1220 south St. Francis Dr., Santa Fe NM 87505  
O; 505.476.3448  
Michael.McMillan@state.nm.us

**JAMES BRUCE**  
ATTORNEY AT LAW

POST OFFICE BOX 1056  
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213  
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)  
(505) 660-6612 (Cell)  
(505) 982-2151 (Fax)

[jamesbruc@aol.com](mailto:jamesbruc@aol.com)

October 31, 2016

Via e-mail

Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

Re: COG Operating LLC  
Administrative application for an unorthodox oil well location

Bultaco State Well No. 3H  
E/2E/2 §36-22S-31E  
Eddy County, New Mexico

Dear Mr. McMillan:

Devon Energy Production Company, L.P. ("Devon") objects to the above application. Granting the application will impair Devon's correlative rights in offsetting acreage.

Very truly yours,

  
James Bruce

Attorney for Devon Energy Production Company, L.P.

cc: Debora L. Wilbourn (via e-mail)  
Ocean Munds-Dray (via e-mail)

DISTRICT I  
1020 N. FRENCH DR., HOBBBS, NM 88240  
Phone: (505) 333-8181 Fax: (505) 333-0720

DISTRICT II  
611 E. FIRST ST., ARTESIA, NM 88210  
Phone: (505) 748-1283 Fax: (505) 748-0720

DISTRICT III  
1000 RIO BRAZOS RD., AZTEC, NM 87410  
Phone: (505) 334-8178 Fax: (505) 334-8170

DISTRICT IV  
1220 S. ST. FRANCIS DR., SANTA FE, NM 87503  
Phone: (505) 478-3400 Fax: (505) 478-3488

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 SOUTH ST. FRANCIS DR.  
Santa Fe, New Mexico 87505

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number 30-015-43670	Pool Code 39350	Pool Name Livingston Ridge; Bone Spring
Property Code 39847	Property Name BULTACO STATE	Well Number 3H
OGRID No. 229137	Operator Name COG OPERATING, LLC	Elevation 3478.7'

**Surface Location**

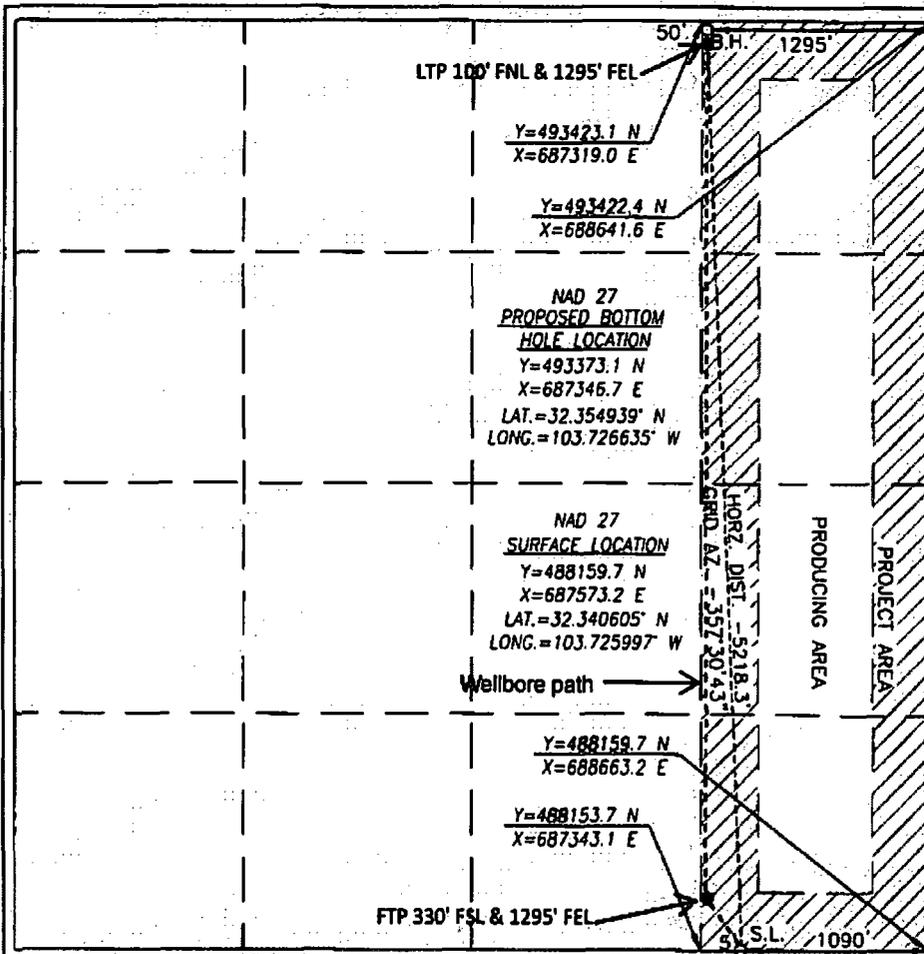
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	36	22-S	31-E		5	SOUTH	1090	EAST	EDDY

**Bottom Hole Location If Different From Surface**

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	36	22-S	31-E		50	NORTH	1295	EAST	EDDY

Dedicated Acres 160	Joint or Infill	Consolidation Code	Order No.
------------------------	-----------------	--------------------	-----------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



**OPERATOR CERTIFICATION**  
I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature: *Debora L. Wilbourn*  
Date: 10/6/15  
Printed Name: Debora L. Wilbourn  
E-mail Address: dwilbourn@concho.com

**SURVEYOR CERTIFICATION**  
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date of Survey: JULY 23, 2015  
Signature & Seal of Professional Surveyor: *Chad L. Hargrow*  
Certificate No. CHAD HARGROW 17777  
W.O. #16-668  
DRAWN BY: RS

## **Lowe, Leonard, EMNRD**

---

**From:** Lowe, Leonard, EMNRD  
**Sent:** Wednesday, October 5, 2016 2:01 PM  
**To:** 'Debora Wilbourn'  
**Cc:** Jones, William V, EMNRD  
**Subject:** RE: NSL Application Public Notice - Bultaco State #3H  
**Importance:** High

Debora Wilbourn,

OCD will discard your current NSL application request for Bultaco State No. 3H.

After you have sent out your entire required public notice, submit all information for NSL application review. Ensure you update your application to show all affected party tracts.

Once a complete application is received and the 20 day PN period ends review shall commence.

Thank you,

### **Leonard Lowe**

Engineering Bureau  
Oil Conservation Division  
Energy Minerals and Natural Resources Department  
1220 South St. Frances  
Santa Fe, New Mexico 87004  
Office: 505-476-3492  
Cell: 505-930-6717  
Fax: 505-476-3462  
E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)  
Website: <http://www.emnrd.state.nm.us/ocd/>

---

**From:** Debora Wilbourn [mailto:[DWilbourn@concho.com](mailto:DWilbourn@concho.com)]  
**Sent:** Wednesday, October 5, 2016 1:10 PM  
**To:** Lowe, Leonard, EMNRD <[Leonard.Lowe@state.nm.us](mailto:Leonard.Lowe@state.nm.us)>  
**Cc:** Jones, William V, EMNRD <[WilliamV.Jones@state.nm.us](mailto:WilliamV.Jones@state.nm.us)>; Melanie Wilson <[MWilson@concho.com](mailto:MWilson@concho.com)>  
**Subject:** RE: NSL Application Public Notice - Bultaco State #3H

Thank you, Mr. Lowe. I was thinking maybe this was the problem, but was waiting on Melanie to come into the office to talk with her about it before calling you back. She concurred with you.

I will be notifying the other offset owner(s) and will send you that information as soon as I have it.

*Debora Wilbourn*

Regulatory Analyst  
NM Basin Asset Team  
[dwilbourn@concho.com](mailto:dwilbourn@concho.com)  
575.748.6958



---

**From:** Lowe, Leonard, EMNRD [<mailto:Leonard.Lowe@state.nm.us>]  
**Sent:** Wednesday, October 05, 2016 12:45 PM  
**To:** Debora Wilbourn  
**Cc:** Jones, William V, EMNRD  
**Subject:** [External] NSL Application Public Notice

\*\*\*\* External email. Use caution. \*\*\*\*

Debora Wilbourn,

NSL Application  
API No: 30-015-43670  
Well: Bultaco State No. 3H, Section 36\_22S\_31E

Public notice is lacking for Unit B of Section 1\_23S\_31E  
The First Perforation is 330.9 feet of the hypotenuse. The OCD procedure of the hypotenuse recognized for the set back is 467 feet. 330.9 feet is less than 467 feet, therefore public notice is required for this location for all affected parties.

**Leonard Lowe**  
Engineering Bureau  
Oil Conservation Division  
Energy Minerals and Natural Resources Department  
1220 South St. Frances  
Santa Fe, New Mexico 87004  
Office: 505-476-3492  
Cell: 505-930-6717  
Fax: 505-476-3462  
E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)  
Website: <http://www.emnrd.state.nm.us/ocd/>

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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION  
 - Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Application Acronyms:**

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 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]  
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] **TYPE OF APPLICATION - Check Those Which Apply for [A]**
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 NSL  NSP  SD
- Check One Only for [B] or [C]
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 DHC  CTB  PLC  PC  OLS  OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX  PMX  SWD  IPI  EOR  PPR
- [D] Other: Specify \_\_\_\_\_

NSL  
 COG Operating LLC (229137)  
 Bultaco State #3H  
 30-015-43670  
 Livingston Ridge: Bone Spring  
 (39350)

- [2] **NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply**
- [A]  Working, Royalty or Overriding Royalty Interest Owners
- [B]  Offset Operators, Leaseholders or Surface Owner
- [C]  Application is One Which Requires Published Legal Notice
- [D]  Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E]  For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F]  Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate and complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Dehora L. Wilbourn \_\_\_\_\_ 9/7/16  
 Print or Type Name Signature Title Date  
 dwilbourn@concho.com  
 e-mail Address



September 7, 2016

Oil Conservation Division  
Attention: Mr. Leonard Lowe  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

Re: Application for Unorthodox Well Location  
**Bultaco State #3H**                      **API No. 30-015-43670**  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 35-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. Lowe:

Pursuant to Division Rule 19.15.15.13, COG Operating LLC (COG) respectfully requests administrative approval of an unorthodox oil well location for its Bultaco State #3H well. The producing interval of this well does not meet the 330' from the outer boundary of the producing area requirement. Attached is a Form C-102 showing the project area and the producing area of this well.

COG is seeking approval of the unorthodox location in order to maximize recovery of reserves. The New Mexico Oil Conservation Division's approval of the unorthodox completed interval for the Bultaco State #3H well will allow for efficient recovery of reserves thereby preventing waste and improving well performance.

The affected offset tracts are the SE/4SE/4 and SW/4SE/4 of Sec. 25-T22S-R31E where Oxy USA, Inc. is the designated operator, as well as the W/2E/2 of Sec. 36-T22S-R31E where COG Operating, LLC, is the designated operator. The notice letters advise Oxy USA, Inc., and the working interest owners under W/2E/2 Sec. 36, that should they have an objection to COG's application, they must file a written objection with the Division within twenty (20) days from the date the Division received this application.

Thank you for your consideration of this application. Should you have questions or require further information, please contact me at 575-748-6958 or by email at [dwilbourn@concho.com](mailto:dwilbourn@concho.com).

Sincerely,

Debora L. Wilbourn  
Regulatory Analyst

Enclosure  
cc: OCD Artesia

DISTRICT I  
1625 N. FRENCH DR., BOBBS, NM 88240  
Phone: (575) 393-8181 Fax: (575) 393-0720

DISTRICT II  
811 S. FIRST ST., ARTESIA, NM 88210  
Phone: (575) 748-1283 Fax: (575) 748-0720

DISTRICT III  
1000 RIO BRAZOS RD., AZTEC, NM 87410  
Phone: (505) 334-8178 Fax: (505) 334-8170

DISTRICT IV  
1820 S. ST. FRANCIS DR., SANTA FE, NM 87503  
Phone: (505) 476-3400 Fax: (505) 476-3402

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 SOUTH ST. FRANCIS DR.  
Santa Fe, New Mexico 87505

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number 30-015-43670	Pool Code 39350	Pool Name Livingston Ridge; Bone Spring
Property Code 39847	Property Name BULTACO STATE	Well Number 3H
OGRID No. 229137	Operator Name COG OPERATING, LLC	Elevation 3478.7'

Surface Location

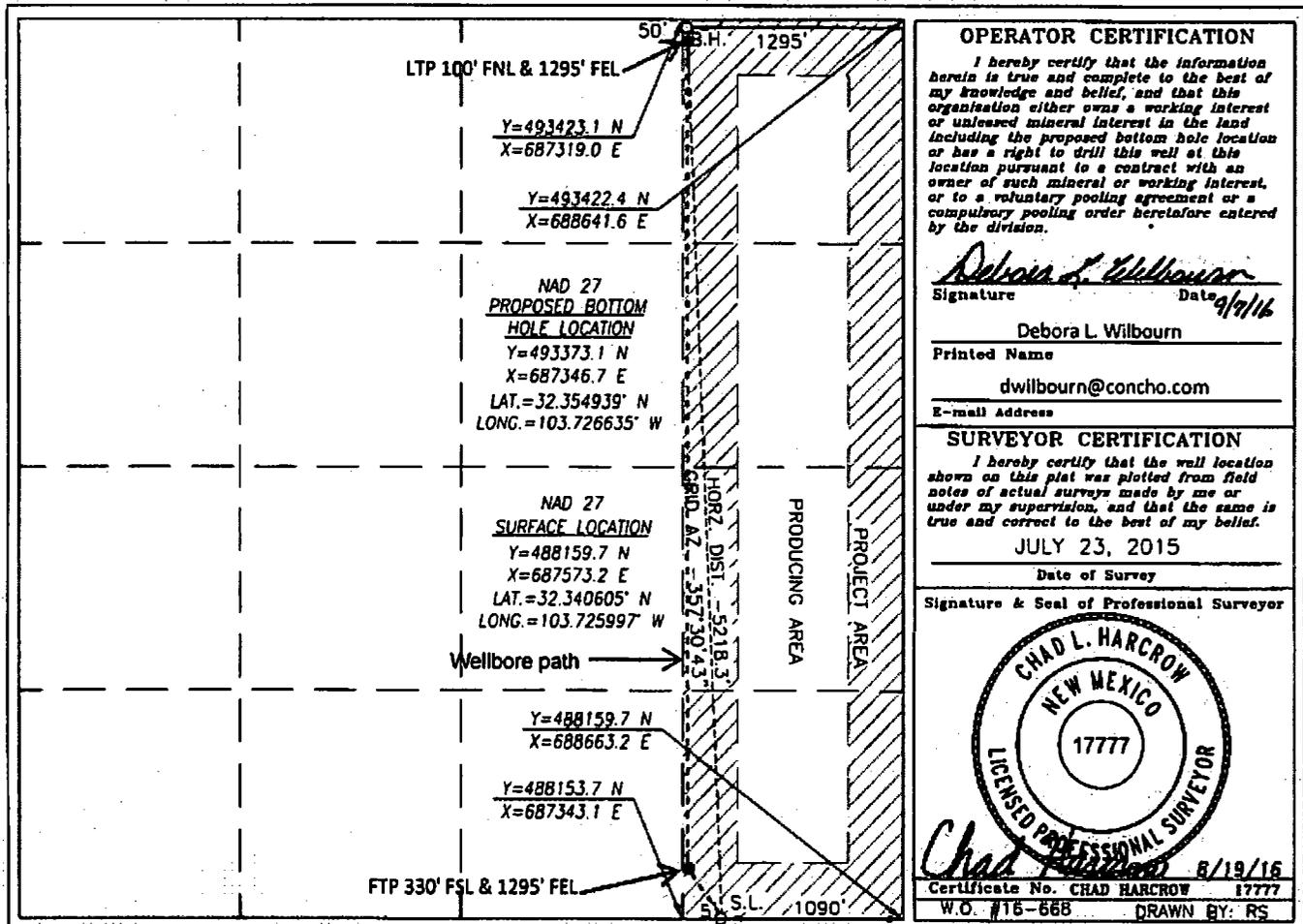
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	36	22-S	31-E		5	SOUTH	1090	EAST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	36	22-S	31-E		50	NORTH	1295	EAST	EDDY

Dedicated Acres 160	Joint or Infill	Consolidation Code	Order No.
------------------------	-----------------	--------------------	-----------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



**OPERATOR CERTIFICATION**

I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

*Debra L. Wilbourn*  
Signature Date 9/16/16  
Debra L. Wilbourn  
Printed Name  
dwwilbourn@concho.com  
E-mail Address

**SURVEYOR CERTIFICATION**

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

JULY 23, 2015

Date of Survey

Signature & Seal of Professional Surveyor



*Chad L. Harcrow*  
Certificate No. CHAD HARCROW 17777  
W.O. #16-668  
8/19/16  
DRAWN BY: RS



**Bultaco State #3H API #30-015-43670****Application for Non Standard Location  
Notification List**

<b>Date Sent</b>	<b>Initials</b>	<b>Tract</b>	<b>Sent Certified Return Receipt to:</b>	<b>Receipt No.</b>	<b>Rec'd</b>
09/07/16	DLW	1, 2	Oxy USA, Inc., P. O. Box 27570, Houston, TX 77277	7016 0910 0000 2654 6740	
09/07/16	DLW	3	James R. & Robin L. Bartel, 96 Whitney, Cody, WY 82414-8011	7016 0910 0000 2654 6757	
09/07/16	DLW	3	John R. & Linda Stuckley, 4305 Crestgate Ave., Midland, TX 79707	7016 0910 0000 2654 6764	
09/07/16	DLW	3	David R & Gwen Smith, 14806 Barton Grove Lane, Humble, TX 77396	7016 0910 0000 2654 6771	
09/07/16	DLW	3	Leonard & Karen Trout, 4308 Crestgate Ave., Midland, TX 79707	7016 0910 0000 2654 6788	
09/07/16	DLW	3	Richard K. Barr Family Trust, Beverly J. Barr, Trustee, 8027 Chalk Knoll Dr., Austin, TX 78735	7016 0910 0000 2654 6795	
09/07/16	DLW	3	Scott E. Wilson Bypass Trust, Cynthia M. Wilson, Trustee, 4601 Mirador Dr., Austin, TX 79735	7016 0910 0000 2654 6801	

Mailed 9/7/16  
Debora L. Wilbourn

**Lowe, Leonard, EMNRD**

---

**From:** Collins, Karen, EMNRD  
**Sent:** Thursday, September 8, 2016 11:33 AM  
**To:** Lowe, Leonard, EMNRD  
**Subject:** RE: Oops!  
**Attachments:** Bulltaco State #3H NSL Application.pdf

Hello,

Please see the attached ready to go document.

Thank you,  
Karen

Karen Collins

Executive Administrative Assistant  
Oil Conservation Division  
Energy, Minerals, & Natural Resources  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505  
(505) 476-3488

---

**From:** Lowe, Leonard, EMNRD  
**Sent:** Thursday, September 8, 2016 10:35 AM  
**To:** Collins, Karen, EMNRD <Karen.Collins@state.nm.us>  
**Subject:** FW: Oops!

Enjoy.....thank you Ma'am!

---

**From:** Debora Wilbourn [<mailto:DWilbourn@concho.com>]  
**Sent:** Wednesday, September 7, 2016 3:40 PM  
**To:** Lowe, Leonard, EMNRD <[Leonard.Lowe@state.nm.us](mailto:Leonard.Lowe@state.nm.us)>  
**Subject:** Oops!

I am so sorry – I had another well name in front of me when I sent that package. Should have read Bulltaco State #3H. The only thing I have changed is the well name in this email.

*Debora Wilbourn*

Regulatory Analyst  
NM Basin Asset Team  
Concho West | 2208 W Main St | Artesia, NM | 88210-3720 | 575.748.6958



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## **Lowe, Leonard, EMNRD**

**From:** Lowe, Leonard, EMNRD  
**Sent:** Friday, January 13, 2017 2:24 PM  
**To:** 'Debora Wilbourn'  
**Cc:** 'Rand French'; Jones, William V, EMNRD; McMillan, Michael, EMNRD  
**Subject:** COG Operating NSL application Bultaco State No. 3H denied

**Importance:** High

Debora Wilbourn,

After further review by the Engineering Bureau, your NSL application for the Bultaco State No. 3H has been denied. If the applicant wishes to further pursue this request, they may submit their case at a OCD hearing.

**Leonard Lowe**  
Engineering Bureau  
Oil Conservation Division  
Energy Minerals and Natural Resources Department  
1220 South St. Frances  
Santa Fe, New Mexico 87004  
Office: 505-476-3492  
Cell: 505-930-6717  
Fax: 505-476-3462  
E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)  
Website: <http://www.emnrd.state.nm.us/ocd/>

V.M. 01.16.17 T= 10:18

01-17-17 I returned call to Rand French. Informed him of  
✓ 432-254-5556 (CELL PHONE)  
SET TO HEARING REASON.

## **Lowe, Leonard, EMNRD**

---

**From:** Rand French <RFrench@concho.com>  
**Sent:** Thursday, January 12, 2017 2:28 PM  
**To:** Lowe, Leonard, EMNRD  
**Cc:** Debora Wilbourn  
**Subject:** FW: Scanned from a Xerox Multifunction Device  
**Attachments:** Scanned from a Xerox Multifunction Device.pdf

Mr. Lowe,

Thanks for helping us on this NSL application for the Bultaco State #3H. The attached are the "return receipts" along with a UPS tracking number showing that it was delivered to Devon Energy. Also attached is a letter signed by both COG Operating and Devon Energy stating that we have reached an agreement and that they will withdraw their protest of COG's Non-Standard Location.

If you need anything, please call me. 575-748-6965 or my cell 432-254-5556.

Thanks Rand

-----Original Message-----

**From:** PRT03-AW@concho.com [mailto:PRT03-AW@concho.com]  
**Sent:** Thursday, January 12, 2017 1:29 PM  
**To:** Rand French  
**Subject:** Scanned from a Xerox Multifunction Device

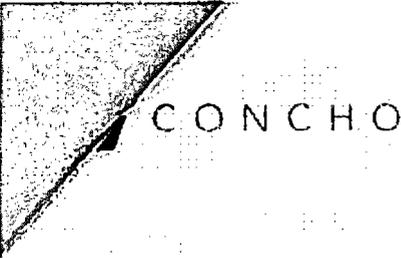
Please open the attached document. It was scanned and sent to you using a Xerox Multifunction Device.

Attachment File Type: pdf, Multi-Page

Multifunction Device Location: ARW Upstairs SE corner Device Name: PRT03-ARW

For more information on Xerox products and solutions, please visit <http://www.xerox.com>

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October 6, 2016

Richard K. Barr Family Trust  
Beverly J. Barr, Trustee  
8027 Chalk Knoll Drive  
Austin, TX 78735

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Ms. Barr.

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to... the efficient recovery of reserves

ESTB 6448 0000 020E ETOL

CERTIFIED MAIL... RECEIPT	
(Domestic Mail Only; No Insurance Coverage Provided)	
For delivery information visit our website at www.usps.com	
OFFICIAL USE	
Postage \$	
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees \$	
RICHARD K BARR FAMILY TRUST BEVERLY J BARR TRUSTEE 8027 CHALK KNOLL DR AUSTIN TX 78735	
PS Form 3800, August 2006 See Reverse for Instructions	

10/6/16  
Postage  
Here

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

RICHARD K BARR FAMILY TRUST  
BEVERLY J BARR TRUSTEE  
8027 CHALK KNOLL DR  
AUSTIN TX 78735

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature:   Agent  Addressee

B. Received by (Printed Name): \_\_\_\_\_ C. Date of Delivery: \_\_\_\_\_

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below: \_\_\_\_\_

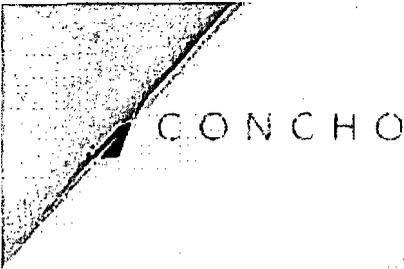
3. Service Type

Certified Mail®  Priority Mail Express™  
 Registered  Return Receipt for Merchandise  
 Insured Mail  Collect on Delivery

4. Restricted Delivery? (Extra Fee)  Yes  No

by Kidwell at 432-685-2535 or @concho.com.

2. Article Number (Transfer from service label) 7013 3020 0000 8749 9153



October 6, 2016

James R. & Robin L. Bartel  
96 Whitney  
Cody, WY 82414-8011

U.S. Postal Service  
**CERTIFIED MAIL RECEIPT**  
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

**OFFICIAL USE**

Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

7013 3020 0000 8749 9115

Ce

**JAMES R & ROBIN L BARTEL**  
96 WHITNEY  
CODY WY 82414-8011

PS Form 3800, August 2005 See Reverse for Instructions

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. and Mrs. Bartel:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

If you have any questions regarding  
Greg Geist at 432-221-0452 or b

Sincerely,

*Debra L. Wilbourn*

Debra L. Wilbourn  
Regulatory Analyst

Enclosure

CORPORATE ADDRESS

P F

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

**JAMES R & ROBIN L BARTEL**  
96 WHITNEY  
CODY WY 82414-8011

*Bultaco State #3H*

2. Article Number (Transfer from service label)

**7013 3020 0000 8749 9115**

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  Agent  Addressee  
*James Bartel*

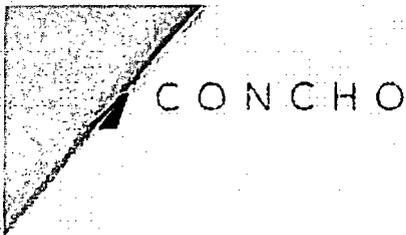
B. Received by (Printed Name) C. Date of Delivery  
*10/11/16*

D. Is delivery address different from item 1?  Yes  No  
If YES, enter delivery address below:

3. Service Type  
 Certified Mail  Priority Mail Express  
 Registered  Return Receipt for Merchandise  
 Insured Mail  Collect on Delivery

4. Restricted Delivery? (Extra Fee)  Yes

PS Form 3811, July 2013 Domestic Return Receipt



October 6, 2016

David R & Gwen Smith  
14806 Barton Grove Lane  
Humble, TX 77396

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. and Mrs. Smith:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

ny Kidwell at 432-685-2535 or @concho.com.

**SENDER: COMPLETE THIS SECTION**

■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 ■ Print your name and address on the reverse so that we can return the card to you.  
 ■ Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

**DAVID R & GWEN SMITH  
14806 BARTON GROVE LANE  
HUMBLE TX 77396**

2. Article Number  
(Transfer from service label)

PS Form 3811, July 2013

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 *Gwen Smith*  Agent  
 Addressee

B. Received by (Printed Name)  
*Gwen Smith*

C. Date of Delivery  
*10-12-16*

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail®  Priority Mail Express™  
 Registered  Return Receipt for Merchandise  
 Insured Mail  Collect on Delivery

4. Restricted Delivery? (Extra Fee)  Yes

7013 3020 0000 8749 9139

**OFFICIAL USE**

Postage \$ \_\_\_\_\_  
 Certified Fee \_\_\_\_\_  
 Return Receipt Fee (Endorsement Required) \_\_\_\_\_  
 Restricted Delivery Fee (Endorsement Required) \_\_\_\_\_  
 Total Postage & Fees \$ \_\_\_\_\_

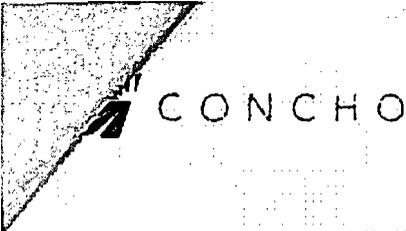
DAVID R & GWEN SMITH  
14806 BARTON GROVE LANE  
HUMBLE TX 77396

PS Form 3800, August 2009

10/12/16

Bultaco St 3H - NSC

7013 3020 0000 8749 9139



October 6, 2016

John R. & Linda Stuckley  
4305 Crestgate Ave.  
Midland, TX 79707

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 36-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. and Mrs. Stuckley:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are receiving a second notice of this Application due to one of the offset owners being inadvertently left off the first round of notifications. There have been no changes to the application itself. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

If you have any questions regarding this application, please contact  
Greg Geist at 432-221-0452 or by email at greg@conchoenergy.com

Sincerely,  
*Debra L. Wilbourn*

Debra L. Wilbourn  
Regulatory Analyst

Enclosure

CORPORATE ADDRESS

P F

2276 6489 9122  
7013 3020 0000 8749 9122

**CERTIFIED MAIL... RECEIPT**  
(Domestic Mail Only; No Insurance Coverage Provided)  
For delivery information visit our website at www.usps.com

**OFFICIAL USE**

Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

10/6/16

**JOHN R & LINDA STUCKLEY**  
4305 CRESTGATE AVE  
MIDLAND TX 79707

PS Form 3800, August 2006 See Reverse for Instructions

<b>SENDER: COMPLETE THIS SECTION</b>		<b>COMPLETE THIS SECTION ON DELIVERY</b>	
<ul style="list-style-type: none"> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>		<p>A. Signature <input checked="" type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) <input type="checkbox"/> Date of Delivery</p> <p>C. Is delivery address different from item 1? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If YES, enter delivery address below: <input type="checkbox"/> N/A</p>	
<p>1. Article Addressed to:</p> <p><b>JOHN R &amp; LINDA STUCKLEY</b> 4305 CRESTGATE AVE MIDLAND TX 79707</p>		<p>3. Service Type</p> <p><input checked="" type="checkbox"/> Certified Mail® <input type="checkbox"/> Priority Mail Express™</p> <p><input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise</p> <p><input type="checkbox"/> Insured Mail <input type="checkbox"/> Collect on Delivery</p>	
<p>2. Article Number (Transfer from service label)</p> <p>7013 3020 0000 8749 9122</p>		<p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No</p>	
<p>Bultaco St 3H - NSL</p>		<p>PS Form 3811, July 2013 Domestic Return Receipt</p>	



September 7, 2016

Leonard & Karen Trout  
4308 Crestgate Ave.  
Midland, TX 79707

Re: Application for Unorthodox Well Location  
Bultaco State #3H API No. 30-015-43670  
SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
Proposed First Perf: 330' FSL & 1295' FEL  
BHL: 50' FNL & 1295' FEL (Unit A), Section 35-T22S-R31E  
Proposed Last Perf: 100' FNL & 1295' FEL  
Eddy County, NM

Dear Mr. and Mrs. Trout:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are being sent a copy of this Application per OCD's requirement to notify the working interest owners in the offset affected acreage. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

If you have any questions regarding this application, please contact Danny Kirtwell at 432-685-2535 or Greg Geist at 432-221-0452 or

Sincerely,

*Debra L. Wilbourn*

Debra L. Wilbourn  
Regulatory Analyst

Enclosure

CORPORATE ADDRESS:  
One Concho Center | 600 West Illinois Avenue  
PHONE 432.683.7443 | FAX 432.683.7441

7016 0910 0000 2654 6788

U.S. Postal Service <b>CERTIFIED MAIL® RECEIPT</b> Domestic Mail Only	
For delivery information, visit our website at <a href="http://www.usps.com">www.usps.com</a>	
<b>OFFICIAL USE</b>	
Certified Mail Fee \$	
Extra Services & Fees (check box, add fee as appropriate)	
<input type="checkbox"/> Return Receipt (hardcopy)	\$
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$
Postage \$	
Total Postage and Fees	\$
<b>LEONARD &amp; KAREN TROUT</b> 4308 CRESTGATE AVE MIDLAND TX 79707	
PS Form 3800, April 2015 PSN 7530-02-000-9047-2 See Reverse for Instructions	

Postmark  
9/7/16

<p><b>SENDER: COMPLETE THIS SECTION</b></p> <p><input checked="" type="checkbox"/> Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</p> <p><input checked="" type="checkbox"/> Print your name and address on the reverse so that we can return the card to you.</p> <p><input checked="" type="checkbox"/> Attach this card to the back of the mailpiece, or on the front if space permits.</p> <p>1. Article Addressed to:</p> <p style="text-align: center;"><b>LEONARD &amp; KAREN TROUT</b> 4308 CRESTGATE AVE MIDLAND TX 79707</p>	<p><b>COMPLETE THIS SECTION ON DELIVERY</b></p> <p>A. Signature <i>Karen Trout</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) <i>Karen Trout</i></p> <p>C. Date of Delivery <i>9/12/16</i></p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p> <p>3. Service Type  <input checked="" type="checkbox"/> Certified Mail® <input type="checkbox"/> Priority Mail Express®  <input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise  <input type="checkbox"/> Insured Mail <input type="checkbox"/> Collect on Delivery</p> <p>Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>
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Bultaco #3H  
MIDLAND ADDRESS  
7016 0910 0000 2654 6788  
Domestic Return Receipt



September 7, 2016

Scott E. Wilson Bypass Trust  
 Cynthia M. Wilson, Trustee  
 4601 Mirador Drive  
 Austin, TX 79735

Re: Application for Unorthodox Well Location  
 Bultaco State #3H API No. 30-016-43670  
 SHL: 5' FSL & 1090' FEL (Unit P), Section 36-T22S-R31E  
 Proposed First Perf. 330' FSL & 1295' FEL  
 BHL: 50' FNL & 1295' FEL (Unit A), Section 35-T22S-R31E  
 Proposed Last Perf. 100' FNL & 1295' FEL  
 Eddy County, NM

Dear Ms Wilson:

Attached is a copy of COG Operating LLC (COG)'s Application for Unorthodox Well Location for the Bultaco State #3H well, the SHL of which is located in Section 36-T22S-R31E, Eddy County, New Mexico. You are being sent a copy of this Application per OCD's requirement to notify the working interest owners in the offset affected acreage. If you have any objection to this Application, notification should be given to OCD within 20 days of receipt of this letter.

COG is seeking approval of the unorthodox location in order to allow for the efficient recovery of reserves thereby preventing waste.

any Kidwell at 432-685-2535 or  
[kidwell@concho.com](mailto:kidwell@concho.com)

<p><b>SENDER: COMPLETE THIS SECTION</b></p> <ul style="list-style-type: none"> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul> <p>Article Addressed to:</p> <p><b>SCOTT E WILSON BYPASS TRUST        CYNTHIA M WILSON TRUSTEE        4601 MIRADOR DR        AUSTIN TX 79735</b></p> <p>Article Number        (Transfer from service label)</p>	<p><b>COMPLETE THIS SECTION ON DELIVERY</b></p> <p>A. Signature: <i>Cynthia M. Wilson</i> <input type="checkbox"/> Agent <input checked="" type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name): <i>Cynthia M. Wilson</i> C. Date of Delivery: _____</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No        If YES, enter delivery address below: _____</p> <p>3. Service Type  <input checked="" type="checkbox"/> Certified Mail® <input type="checkbox"/> Priority Mail Express™  <input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise  <input type="checkbox"/> Insured Mail <input type="checkbox"/> Collect on Delivery</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No</p>
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7016 0910 0000 2654 6801

1099 4592 0000 0160 9702

9/17/16

U.S. Postal Service  
**CERTIFIED MAIL® RECEIPT**  
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For delivery information, visit our website at [www.usps.com](http://www.usps.com)

**OFFICIAL USE**

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Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ \_\_\_\_\_

Return Receipt (electronic) \$ \_\_\_\_\_

Certified Mail Restricted Delivery \$ \_\_\_\_\_

Adult Signature Required \$ \_\_\_\_\_

Adult Signature Restricted Delivery \$ \_\_\_\_\_

Postage \$ \_\_\_\_\_

Total Postage and Fees \$ \_\_\_\_\_

**SCOTT E WILSON BYPASS TRUST  
 CYNTHIA M WILSON TRUSTEE  
 4601 MIRADOR DR  
 AUSTIN TX 79735**

PS Form 3800, April 2015 PSN 7530-02-000-0017-5000 See Reverse for Instructions

## **Lowe, Leonard, EMNRD**

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Wednesday, March 29, 2017 9:30 AM  
**To:** 'Debora Wilbourn'  
**Cc:** Podany, Raymond, EMNRD; Sharp, Karen, EMNRD; Jordan Kessler; Holm, Anchor E.; Lisa Lemon ; Goetze, Phillip, EMNRD; Jones, William V, EMNRD; McMillan, Michael, EMNRD  
**Subject:** APPROVED NSL-7511\_COG Operating LLC Bultaco State Well No. 3H, Eddy County  
**Importance:** High

Ms. Debora Wilbourn,

The following administrative order has been issued and will soon be available on the Division's web site: <http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

**NSL-7511**

**COG Operating LLC**

**API #: 30-015-43670**

**WELL: Bultaco State Well No. 3H, Eddy County**

**Leonard Lowe**

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

Office: 505-476-3492

Cell: 505-930-6717

Fax: 505-476-3462

E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)

Website: <http://www.emnrd.state.nm.us/ocd/>