



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

November 19, 2007

COG Operating LLC
c/o Phyllis A. Edwards
550 W. Texas Ave, Suite 1300
Midland, TX 79701

Administrative Order NSP-1922

Re: **Continental A State Well No. 13
Unit E, Section 30-17S-29E
Eddy County**

Dear Ms. Edwards:

Reference is made to the following:

(a) your application (**administrative application reference No. pTDS07-25052582**) submitted to the New Mexico Oil Conservation Division (the Division) in Santa Fe, New Mexico on September 7, 2007,

(b) supplemental information furnished in your e-mails dated November 12 and 13, 2007, and

(c) the Division's records pertinent to your request.

COG Operating LLC (COG) has requested to dedicate its proposed Continental A State Well No. 13, to be located 1650 feet from the North line and 330 feet from the West line (Unit E) of Section 30, Township 17 South, Range 29 East, N.M.P.M., in Eddy County, New Mexico, to a non-standard 27.94-acre oil spacing and proration unit in the Empire-Glorieta/Yeso Pool (96210), comprising all of Lot 2 (SW/4 NW/4 equivalent) of Section 30.

This request is governed by statewide Rule 104.B(1), providing for 40-acre oil spacing units, and 104.D(2) authorizing the Division to grant exceptions to the standard spacing requirements to conform to irregularities in official surveys.

Your application has been duly filed under the provisions of Rules 104.D(2) and 1210.A(3).

It is our understanding that Lot 2 of Section 30 is an official governmental subdivision, and is the equivalent of the SW/4 NW/4 of that section, the deficient acreage being the result of a survey irregularity.

Pursuant to the authority granted me under the provisions of Division Rule 104.D(2)(b), the above-described non-standard spacing and proration unit is hereby approved.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

A handwritten signature in black ink, appearing to read "Mark E. Fesmire". The signature is fluid and cursive, with a large initial "M" and "F".

Mark E. Fesmire, P.E.
Director

MEF/db

cc: New Mexico Oil Conservation Division - Artesia
New Mexico State Land Office - Santa Fe