State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst Cabinet Secretary Gabriel Wade, Acting Director Oil Conservation Division



VACANT

Deputy Cabinet Secretary

January 4, 2018

Ms. Ocean Munds-Dry COG Operating, LLC OMundsDry@concho.com 1048 Paseo De Peralta Santa Fe, New Mexico 87501

RE: Request for Time Extension to Complete the following Wells

Case No. 16328, R-14869 approved date September 19, 2018

Applicant/Operator: COG Operating, LLC

Proposed Well:

Little Bear Federal Com Well No. 002H, API No. 30-025-45149, Spud: 9/14/18

Dear Madam:

The following pertains to your request received by the Division on December 20, 2018 and to the requirements in the captioned hearing order.

You have requested an extension of the 120-day time limit given by the Division in the captioned order in which to complete at least one of the captioned well(s) after commencement of drilling operations on the first of the proposed well(s). Initial completion date of January 12, 2019.

The operator spud this well on September 14, 2018. The well could not be completed due the method of batch drilling the number of Little Bear Federal Com wells pertaining to their associated orders. Accordingly, you are requesting a new completion date of July 1, 2019 to replace the existing time limits.

The operator is hereby granted an extension time limit to July 1, 2019 of the referenced well(s) to the date the C-104 is approved for at least one of the wells. All other provisions of this order remain in full force and effect.

Sincerely,

Gabriel Wade Acting Director

GW/lrl

cc: Oil Conservation Division – Hobbs

Case No. 16328



December 20, 2018

VIA HAND-DELIVERY

Ms. Heather Riley, Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Order Nos. R-14864 (Case No. 16327), R-14865 (Case No. 16332), Re: R-14869 (Case No. 16328), R-14870 (Case No. 16329), R-14873 (Case No. 16333),

R-14871 (Case No. 16330), R-14872 (Case No. 16331), R-14784 (Case No. 16334), and R-14875 (Case No. 16335)

Applications of COG Operating LLC for a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico.

Dear Ms. Riley:

The above-referenced Division Orders granted COG Operating LLC's applications for nonstandard spacing units and compulsory pooling on September 10th and 19th, 2018. The orders authorized the drilling of COG's Little Bears Fed Com Well Nos. 1H, 2H, 3H, 4H, 5H, 6H, 7H, 8H and 9H at locations in the SE/4 of Section 28 and the E/2 of Section 33, Township 20 South, Range 34 East, Lea County, New Mexico. Copies of the order are attached for your convenience.

Ordering Paragraph 6 of each order requires COG to drill and complete the well within 120 days or the Order will terminate unless COG obtains a time extension from the Division Director for good cause shown. COG is pad drilling and completing these wells. COG has finished drilling the 2H and believes it will release the drilling rigs in late February 2019. Completion operations will begin in late March and Concho estimates completion operations to be concluded in late June 2019. Accordingly, COG respectfully requests until July 1, 2019 to complete the wells.

Thank you for your time and attention to this matter.

Sincerely,

Ocean Munds-Dry

Senior Counsel

Lowe, Leonard, EMNRD

From:

Lowe, Leonard, EMNRD

Sent:

Friday, January 4, 2019 3:03 PM

To:

'Ocean Munds-Dry'

Subject:

Extension Letter

Ms. Munds-Dry,

I am writing up your extension letter request for your 9 cases pertaining to the Little Bears Fed Com wells.

What is the reason for your extension request?

The letter states what has happened in your drilling of these wells, with that stated the OCD could conclude an array of reasons for the request.

"COG has finished drilling the 2H and believes it will release the drilling rigs in late February 2019. Completion operations will begin in late March and Concho estimates completion operations to be concluded in late June 2019."

What is your reason for the request?

Leonard Lowe

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Energy Minerals and Natural Resources Department
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