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STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 20527 (Re-opened) ORDER NO. R-20766

APPLICATION TO AMEND POOLING ORDER

COG Operating LLC ("COG") (OGRID No. 229137), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend the terms of Order No. R-20766. In support of its application, COG states:

- 1. Division Order No. R-20766, entered August 8, 2019, created a 640-acre, more or less, horizontal spacing unit in the WC-025 G-09 S243532M; Wolfbone Pool (98098), comprised of Lots 3-7, the SE/4 NW/4, and the E/2 SW/4 (W/2 equivalent) of irregular Section 6, and Lots 1-4, and the E/2 W/2 (W/2 equivalent) of irregular Section 7, Township 25 South, Range 35 East, Lea County, New Mexico.
- 2. Order R-20766 dedicated the above-described spacing unit to the following initial wells:
 - The Stove Pipe Federal Com #601H, the Stove Pipe Federal Com #701H, the Stove Pipe Federal Com #702H, and the Stove Pipe Federal Com #703H wells to be drilled from surface hole locations in SE/4 SW/4 (Unit N) of irregular Section 31, T24S, R35E, to bottom hole locations in the SE/4 SW/4 (Unit N) of irregular Section 7, T25S, R35E.
 - The Stove Pipe Federal Com #603H, the Stove Pipe Federal Com #706H, and the Stove Pipe Federal Com #707H wells to be drilled from surface hole locations in SW/4 SW/4 (Lot 4) of irregular Section 31, T24S, R35E, to bottom hole locations in the SW/4 SW/4 (Lot 4) of irregular Section 7, T25S, R35E.

- The Stove Pipe Federal Com #602H, the Stove Pipe Federal Com #704H, and the Stove Pipe Federal Com #705H wells to be drilled from a surface hole location in SE/4 SW/4 (Unit N) of irregular Section 31, T24S, R35E, to a bottom hole location in the SW/4 SW/4 (Lot 4) of irregular Section 7, T25S, R35E.
- 3. Order R-20766 designated the **Stove Pipe Federal Com #602H** well as the "Proximity Defining Well" to be drilled closer than 330 feet from the proximity tracts and therefore defining this horizontal well spacing unit.
- 3. Since entry of Order No. R-20766, COG has reorganized its development plan within this acreage and seeks an amended order reflecting those changes, with the spacing unit and pool remaining the same under Order No. R-20766.
 - 4. The spacing unit will now be dedicated to five initial wells:
 - (1) the Stove Pipe Federal Com #601H well, and (2) the Stove Pipe Federal Com #702H well, to be drilled from surface hole locations in SE/4 SW/4 (Unit N) of irregular Section 31, T24S, R35E, to bottom hole locations in the SE/4 SW/4 (Unit N) of irregular Section 7, T25S, R35E.
 - (3) the Stove Pipe Federal Com #603H well (formerly the Stove Pipe Federal Com #704H well), (4) the Stove Pipe Federal Com #706H well, and (5) the Stove Pipe Federal Com #707H wells, to be drilled from surface hole locations in SW/4 SW/4 (Lot 4) of irregular Section 31, T24S, R35E, to bottom hole locations in the SW/4 SW/4 (Lot 4) of irregular Section 7, T25S, R35E.
- 5. Additionally, the completed interval for the proposed **Stove Pipe Federal Com** #603H well (formerly the **Stove Pipe Federal Com** #704H well) will be within 330' of the quarter-quarter line separating the W/2 W/2 equivalent and the E/2 W/2 equivalent of irregular Sections 6 and 7 to allow inclusion of this acreage into a standard 640-acre horizontal well spacing unit.

WHEREFORE, COG requests that this application be set for hearing before an Examiner of the Oil Conservation Division on December 12, 2019 and, after notice and hearing as required

by law, the Division amend the initial wells dedicated to the spacing unit under the terms of existing Division Order R-20766 as requested herein.

Respectfully submitted,

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ATTORNEYS FOR COG OPERATING LLC

CASE 20527 (Re-opened): Application of COG Operating, LLC to Re-Open Case No. 20527 to Amend Compulsory Pooling Order No. R-20766, Lea County, New Mexico. Applicant in the above-styled cause seeks to amend Division Order No. R-20766 to change the initial wells dedicated to the 640-acre, more or less, horizontal well spacing unit within the WC-025 G-09 S243532M; Wolfbone Pool (98098), underlying Lots 3-7, the SE/4 NW/4, and the E/2 SW/4 (W/2 equivalent) of irregular Section 6, and Lots 1-4, and the E/2 W/2 (W/2 equivalent) of irregular Section 7, Township 25 South, Range 35 East, Lea County, New Mexico. The spacing unit will now be dedicated to the following wells:

- the Stove Pipe Federal Com #601H well and the Stove Pipe Federal Com #702H well to be drilled from surface hole locations in SE/4 SW/4 (Unit N) of irregular Section 31, T24S, R35E, to bottom hole locations in the SE/4 SW/4 (Unit N) of irregular Section 7, T25S, R35E; and
- the Stove Pipe Federal Com #603H well (formerly the Stove Pipe Federal Com #704H well), the Stove Pipe Federal Com #706H well, and the Stove Pipe Federal Com #707H well to be drilled from surface hole locations in SW/4 SW/4 (Lot 4) of irregular Section 31, T24S, R35E, to bottom hole locations in the SW/4 SW/4 (Lot 4) of irregular Section 7, T25S, R35E.

The completed interval for the proposed Stove Pipe Federal Com #603H well (formerly the Stove Pipe Federal Com #704H well) will be within 330' of the quarter-quarter line separating the W/2 W/2 equivalent and the E/2 W/2 equivalent of irregular Sections 6 and 7 to allow inclusion of this acreage into a standard 640-acre horizontal well spacing unit. Said area is located approximately 12.6 miles southeast of Malaga, New Mexico.