

Davidson, Florene, EMNRD

From Ocean Munds Dry <OMundsDry@concho.com>
Sent Thursday, June 15, 2017, 5:09 PM
To Jennifer L. Bradfute
Cc Davidson, Florene, EMNRD; Jones, William V, EMNRD; Dawson, Scott, EMNRD; Goetze, Phillip, EMNRD; Lowe, Leonard, EMNRD; McMillan, Michael, EMNRD; Brooks, David K, EMNRD; Ocean Munds Dry; Bill Carr; Earl E. DeBrine
Subject Re: [External] Case No. 15727 EOG Request for Continuance and PHS

All

Please excuse the brevity of this response but I'm typing from my phone and want you to understand the reasons for Concho's objection as soon as possible.

Concho has a drilling rig scheduled to spud this well on July 30, 2017. We have applied to amend the APD but have every assurance it will be approved before the spud date. That is not a reason to delay a hearing.

Concho sent well proposals on February 13, 2017. Concho has been actively negotiating with EOG since that time. We have been unable to reach agreement but Concho will continue to attempt an agreement with EOG even as the pooling application progresses (and even after it's heard). However, Concho cannot wait any longer to proceed to hearing given the close spud date.

Concho was instructed in December 2016 by Paul Boland to send all notices to the Artesia EOG office. We cannot be held responsible for internal delays at EOG.

This is the first Concho has been made aware that EOG has geologic and engineering concerns with the proposed well. Mr. Moran and EOG have had since February to evaluate this well.

Concho respectfully requests the Division deny the request for a continuance.

I am on a plane tomorrow morning but can try to be available for phone conference in the afternoon. Or I'll be back in the office on Monday.

Thanks
Ocean

Sent from my iPhone

On Jun 15, 2017, at 4:12 PM, Jennifer L. Bradfute <jlb@modrall.com> wrote:

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

All EOG Resources Inc. would like to request that Case No. 15727 involving the Tenderloin Federal Com 4H well be continued to the July 20th docket. I have contacted Ocean Munds Dry concerning this request and COG opposes the request for a continuance.

EOG Y is submitting this request for a continuance for several reasons

- First EOG has not been able to locate any drilling permits for the well which have been approved by the BLM or a C 102 for the well on the NMOCD s website
- Second COG had been discussing the proposed well with Chuck Moran at EOG in Midland but it sent its notification of this case to EOG s office in Artesia Mr Moran is the person at EOG who is knowledgeable about the discussions negotiations and issues pertaining to this well proposal and only recently received notice of the hearing
- Third and perhaps most importantly Mr Moran is not able to attend the hearing next week on June 22 and may also not be available to attend the hearing the week of July 6 due to the 4th of July holiday EOG s geologist responsible for the subject area will also be out on vacation on July 6th
- Fourth EOG needs additional time to prepare geologic and engineering data related to this application and has not yet been given adequate information to evaluate COG s completion plan for the well This well is a 2 mile long lateral and EOG owns the majority of the working interests in the last 80 acres of the lateral

In the event that COG needs to present its case at the June 22 hearing EOG asks that at a minimum that the case be continued until the July 20 docket so that it can put on its evidence EOG s geologist for this area will be out on vacation on the July 6th docket date Thank you for your consideration and please let me know if there are any questions If possible EOG would appreciate a response to this request a few days prior to the hearing next week As a precautionary measure EOG is also submitting a pre hearing statement today as well which is attached Hard copies of the prehearing statement are being sent in today s mail

Thanks
Jennifer Bradfute

<image003.jpg>

Jennifer L Bradfute

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