

COG OPERATING LLC
550 W. Texas, Suite 1300
Midland, TX 79701

432-683-7443 P
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December 12, 2007

3001535980

New Mexico Oil Conservation Division
Attn: Bryan Arrant
1301 W. Grand Avenue
Artesia, NM 88210

Re: Statewide Rule 118
Hydrogen Sulfide Gas Contingency Plan
Caddo Federal #5 – Drill Yeso oil well

Dear Bryan,

In accordance with NMAC 19.15.3.118 C (1) governing the determination of the hydrogen sulfide concentration in gaseous mixtures in each of its operations, COG Operating LLC does not anticipate that there will be enough H₂S in drilling the Yeso formation to meet the OCD's minimum requirements for the submission of a contingency plan for the drilling and completion of the following test:

Caddo Federal #5
990 FNL & 455 FEL Section 17, T17S, R30E UL A Eddy County, NM

COG Operating LLC does have an H₂S Contingency Plan on location listing safety procedures and contact personnel should an unforeseen emergency arise.

Please call, e-mail, or fax me if you need anything further to approve this APD, and I thank you in advance for your cooperation in this matter.

Sincerely,



Phyllis Edwards
Regulatory Analyst

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