



30-025-29711
HOBBS OCD
OCT 30 2017
RECEIVED

Aubrey Dunn
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760

Fax (505) 827-5766

www.nmstatelands.org

October 22, 2017

Wayne Price
Cobalt Operating LLC
3001 North Big Spring
Suite 207
Midland, TX 79705

Certified Mail

7017 1405 0002 1690 7862

Re: Termination of Salt Water Disposal Easement SWD-317 (Consolidated State #3)

Dear Mr. Price,

This letter is to inform you of the termination of Salt Water Disposal Easement SWD-317 effective October 22, 2017 per paragraph 11 of said easement due to non-payment of the easement fees due to the New Mexico State Land Office, and lack of authority from the NM Oil Conservation Division to inject.

Should you wish to resume salt water disposal activity at this location, you must re-apply for an easement. No salt water disposal may take place using the well designated the consolidated State #3, API 30-025-29711 absent a new easement.

All equipment on site used exclusively for the disposal of salt water must be removed. The well, plugged and abandoned per the requirements of the New Mexico Oil Conservation Division.

If you have any questions, please contact Faith Crosby of the Oil, Gas and Minerals Division at the address above or by calling (505)-827-5849.

Respectfully,

Aubrey Dunn
Commissioner of Public Lands

PP/EM/fc

Cc: New Mexico Oil Conservation Division, Hobbs, NM