



XOG OPERATING, LLC

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July 28, 2016

Commission Secretary
COLORADO OIL & GAS CONSERVATION COMMISSION
1120 Lincoln Street, Ste 801
Denver, CO 80203

RE: NOAV Nos. 401078727, Chaffin #1 and 401078742 Alstatt #1
XOG Operating, LLC, Operator No. 10144

Gentlemen:

In answer to the above NOV's XOG filed a Sundry and attempted to test the referenced wells March 23, 2016. The tests were unsuccessful. We understood Rule 326.f.1 to give us six months after the failed test to either repair or plug the wells.

The Allstatt #1 (NOV 401078742) has been repaired and we plan on testing in September when we repair and test the Chaffin #1 (NOV 401078727).

The Chaffin #1 (NOV 401078727) will require a squeeze. Due to the economic conditions we are delaying expenditures of that nature as long as possible. We do intend to bring the wells into compliance in September within what we understood to be the six month period to repair or plug a failed MIT.

If we have misinterpreted the rules, then we respectfully request an extension until September 23, 2016 in order to squeeze the Chaffin #1 and then retest both wells.

Best Regards,

Jimmy Slayden
Production/Field Operations

cc: Steven Mah, steven.mah@state.co.us,