

11-510

OCD Artesia

Form 3160-3  
(April 2004)

FORM APPROVED  
OMB No 1004-0137  
Expires March 31, 2007

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

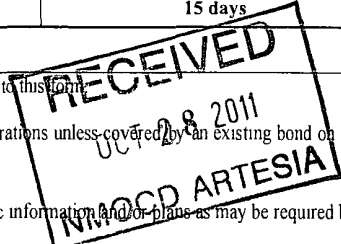
APPLICATION FOR PERMIT TO DRILL OR REENTER

5a. Type of work. <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. <b>SHL:LC028784B BHL:LC028793C</b>
1b. Type of Well. <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name N/A
2. Name of Operator <b>COG Operating LLC</b>		7. If Unit or CA Agreement, Name and No. <b>NMNM - 88525X; Burch Keely Unit [308086]</b>
3a. Address <b>550 W. Texas Ave., Suite 1300 Midland, TX 79701</b>	3b. Phone No. (include area code) <b>[229137] 432-685-4384</b>	8. Lease Name and Well No. <b>BURCH KEELY UNIT #816H</b>
4. Location of Well (Report location clearly and in accordance with any State requirements *) At surface <b>2007' FNL &amp; 305' FWL, Unit E, Lot 2</b> At proposed prod zone <b>2310' FNL &amp; 330' FEL, Unit H</b>		9. API Well No. <b>30-015- 39574</b>
14. Distance in miles and direction from nearest town or post office* <b>2 miles from Loco Hills, NM</b>		10. Field and Pool, or Exploratory <b>Grayburg Jackson; SR-Q-Grbg-SA [28569]</b>
15. Distance from proposed* location to nearest property or lease line, ft (Also to nearest drig unit line, if any) <b>330'</b>	16. No. of acres in lease <b>SL:1264.52 BL:1115.22</b>	11. Sec, T R M. or Blk and Survey or Area <b>Sec 18 T17S R30E</b>
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft <b>50'</b>	19. Proposed Depth <b>TVD: 4850' MD: 9213' PH 5000'</b>	12. County or Parish <b>EDDY</b>
21. Elevations (Show whether DF, KDB, RT, GL, etc) <b>3639' GL</b>	22. Approximate date work will start* <b>09/30/2011</b>	13. State <b>NM</b>
17. Spacing Unit dedicated to this well <b>160</b>		
20. BLM/BIA Bond No on file <b>NMB000740; NMB000215</b>		
23. Estimated duration <b>15 days</b>		

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No 1, shall be attached to this form:

- |  |   |
|--|---|
| 1. Well plat certified by a registered surveyor  | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).   |
| 2. A Drilling Plan   | 5. Operator certification   |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office) | 6. Such other site specific information and/or plans as may be required by the authorized officer |



25. Signature	Name (Printed/Typed) <b>Kelly J. Holly</b>	Date <b>07/08/2011</b>
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Title <b>Permitting Tech</b>		
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Approved by (Signature) <b>/s/ Don Peterson</b>	Name (Printed/Typed)	Date <b>OCT 26 2011</b>
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Title <b>FIELD MANAGER</b>	Office <b>CARLSBAD FIELD OFFICE</b>
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Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Conditions of approval, if any, are attached

**APPROVAL FOR TWO YEARS**

Title 18 USC Section 1001 and Title 43 USC Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

\*(Instructions on page 2)

Approval Subject to General Requirements & Special Stipulations Attached

Roswell Controlled Water Basin

SEE ATTACHED FOR  
CONDITIONS OF APPROVAL

DISTRICT I  
1625 N. FRENCH DR., HOBBS, NM 88240  
DISTRICT II  
1301 W GRAND AVENUE, ARTESIA, NM 88210  
DISTRICT III  
1000 RIO BRAZOS RD., AZTEC, NM 87410  
DISTRICT IV  
11885 S ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, New Mexico 87505

Form C-102  
Revised July 16, 2010  
Submit to Appropriate  
District Office

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number 30-015- <b>39574</b>	Pool Code 28509	Pool Name GRAYBURG JACKSON; SR-Q-G-SA
Property Code 308086	Property Name BURCH KEELY UNIT	Well Number 816H
OGRID No. 229137	Operator Name COG OPERATING, LLC	Elevation 3641'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
2	18	17-S	30-E		2007	NORTH	305	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	18	17-S	30-E		2310	NORTH	330	EAST	EDDY

Dedicated Acres <b>157.39</b>	Joint or Infill	Consolidation Code	Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

SECTION, QUARTER & SIXTEENTH CORNER COORDINATES

- Ⓐ - Y=668735.8, X=596498.7
- Ⓑ - Y=667417.1, X=596503.2
- Ⓒ - Y=668756.7, X=601691.8
- Ⓓ - Y=667437.0, X=601696.3

GEODETTIC COORDINATES  
NAD 27 NME

SURFACE LOCATION  
Y=668049.3 N  
X=596806.0 E

LAT.=32.836157° N  
LONG.=104.018158° W

BOTTOM HOLE LOCATION  
Y=667765.6 N  
X=601365.3 E

**OPERATOR CERTIFICATION**

*I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.*

*Robyn Odom* 8/25/2011  
Signature Date

Robyn Odom  
Printed Name

Rodom@concho.com  
E-mail Address

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**SURVEYOR CERTIFICATION**

*I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.*

JULY 15, 2011  
Date of Survey

Signature & Seal of Professional Surveyor:  
*Gary G. Eidson* 7/30/11

GARY G. EIDSON  
NEW MEXICO  
12641  
PROFESSIONAL SURVEYOR

Certificate Number Gary G. Eidson 12641  
Ronald J. Eidson 3239

LA REV: 7/2011 PROFESSIONAL SURVEYOR WSC W/O 11.11.1488

ATTACHMENT TO FORM 3160-3  
 COG Operating, LLC  
 Burch Keely Unit Federal #816H  
 SHL: 2007' FNL & 305' FWL, Unit 2  
 BHL: 2007' FNL & 330' FEL, Unit H  
 Sec 18, T17S, R30E  
 Eddy County, NM

1. Proration Unit Spacing: 160 Acres
2. Ground Elevation: 3641'
3. Proposed Depths: Horizontal TVD = 4,850', MD = 9,213'
4. Estimated tops of geological markers:

Quaternary	Surface
Rustler	284'
Top of Salt	500'
Base of Salt	1000'
Yates	1250'
Seven Rivers	1475'
Queen	2150'
Grayburg	2550'
San Andres	2875'
Glorieta	4300'
Paddock	4400'
Blinebry	4800'
Tubb	5900'

5. Possible mineral bearing formations:

Water Sand	150'	Fresh Water
Grayburg	2550'	Oil/Gas
San Andres	2875'	Oil/Gas
Glorieta	4300'	Oil/Gas
Paddock	4400'	Oil/Gas
Blinebry	4800'	Oil/Gas
Tubb	5900'	Oil/Gas

No other formations are expected to give up oil, gas or fresh water in measurable quantities. Setting 13 3/8" casing to 450' and circulating cement back to the surface will protect the surface fresh water sand. The Salt Section will be protected by setting 9 5/8" casing to 1350' and circulating cement, in a single or multi-stage job and/or with an ECP, back to the surface. Any shallower zones above TD, which contain commercial quantities of oil and/or gas, will have cement circulated across them. This will be achieved by cementing, with a single or multi-stage job, the 5 1/2" production casing back 200' into the intermediate casing (although cement volume is actually calculated to surface), to be run at TD. If wellbore conditions arise that require immediate action and/or a change to this program, COG Operating LLC personnel will always react to protect the wellbore and/or environment.

See  
COA

See  
COA

ATTACHMENT TO FORM 3160-3  
 COG Operating, LLC  
 Burch Keely Unit Federal #816H  
 Page 2 of 4

6. Casing Program - Proposed

<u>Hole size</u>	<u>Interval</u>	<u>OD of Casing</u>	<u>Weight</u>	<u>Cond.</u>	<u>Collar</u>	<u>Grade</u>
17-1/2"	0' - +/-450' <sup>310</sup>	13-3/8"	48#	New	STC	H-40 or J/K-55
Collapse sf – 3.87, Burst sf – 8.70, Tension sf – 14.91						
12-1/4"	0' - +/-1350' <sup>1165</sup>	9-5/8"	36#	New	STC	J/K-55
Collapse sf – 2.88, Burst sf – 5.01, Tension sf – 8.11						
8-3/4"	0' – 9213'	5-1/2"	17#	New	LTC	L-80
Collapse sf – 2.74, Burst sf – 3.37, Tension sf – 4.22						

7. Cement Program

**13 3/8" Surface Csg:** Set at +/- 450'MD, Lead Slurry: 450sx Class "C" w/ 2% CaCl<sub>2</sub> & .25 pps CF, 1.32 yield. 90% excess, calculated to surface.

**9 5/8" Intrmd. Csg:** Set at +/- 1350'MD. Single Stage: Lead Slurry: 300 sx 50:50:10:C:Poz:Gel w/ 5% salt, 5 pps LCM-1 .25 pps CF, 2.45 yield. Tail Slurry: 200 sx Class "C" w/ 2% CaCl<sub>2</sub>, 1.32 yield. 194% excess, calculated to surface.

**Multi Stage:** Stage 1: 200 sx Class "C" w/ 2% CaCl<sub>2</sub>, 1.32 yield. 194% excess. Stage 2: 300 sx 50:50:10:C:Poz:Gel w/ 5% salt, 5 pps LCM-1 .25 pps CF, 2.45 yield, back to surface, 176% excess; assumption for tool is lost circulation. Multi stage tool to be set at approximately, depending on hole conditions, 500' (50' below the surface casing). Cement volumes will be adjusted proportionately for depth changes of multi stage tool.

**Pilot Hole Cement:** 8-3/4" hole +/- 4250'<sup>5060</sup> 650sx Class C w/ .75% CFR-3, .45% HR-601, .3% Halad-22, 16.8 ppg, 1.02 yd, 12% excess, calculated to surface. Cement volume to be adjusted proportionally with pilot hole td.

**5 1/2" Production Csg:** Set at +/- 9,213'MD. Single Stage: Lead Slurry: 500 sx 35:65:6:C:Poz:Gel w/ 5% salt, 5 pps LCM, .2% SMS, .3% FL-52A, .125 pps CF, 2.01 yd. Inter. Slurry: 400 sx 50:50:2:C:Poz:Gel w/ 5% salt, 3 pps LCM, .6% SMS, 1% FL-25, 1% BA-58, .125 pps CF, .3% FL-52A; 1.37 yield Tail Slurry: 450 sx Class "H" SOLUCEM-H w/ .7% HR-601, 2.62 yield 19% excess in open hole, calculated to surface. **This is a minimum volume and will be adjusted up after caliper is run.**

**Multi Stage:** Stage 1: (Assumed TD of 9213'MD to DV at 2900') Lead Slurry: 400 sx 50:50:2:C:Poz:Gel w/ 5% salt, 3 pps LCM, .6% SMS, 1% FL-25, 1% BA-58, .125 pps CF, .3% FL-52A; 1.37 yield Tail Slurry: 450 sx Class "H" SOLUCEM-H w/ .7% HR-601, 2.62 yield; 7% excess. **This is a minimum volume and will be adjusted up after caliper is run.** Stage 2: Lead Slurry: 400 sx 50:50:2:C:Poz:Gel w/ 5% salt, 3 pps LCM, .6% SMS, 1% FL-25, 1% BA-58, .125 pps CF, .3% FL-52A; 1.37 yield. Tail Slurry: 250 sx Class C w/ 0.3% R-3 + 1.5% CD-32, 1.02 yield. 12% excess calculated back to surface (no need for excess in casing overlap). **This is a minimum volume and will be adjusted up after caliper is run.**

Multi stage tool to be set at approximately, depending on hole conditions, 2900'. Cement volumes will be adjusted proportionately for depth changes of multi stage tool; assumption for use of tool is water flow.

**ATTACHMENT TO FORM 3160-3  
COG Operating, LLC  
Burch Keely Unit Federal #816H  
Page 3 of 4**

8. Pressure Control Equipment:

The blowout preventer equipment (BOP) shown in Exhibit #9 will consist of a double ram-type (2000 psi WP) preventer, and in some cases possibly a 2000 psi Hydril type annular preventer as provided for in Onshore Order #2. This unit will be hydraulically operated and the ram type preventer will be equipped with blind rams on top of 4 1/2" drill pipe rams on the bottom. A 13-5/8" will be used during the drilling of the well. The BOP will be nipped up on the 13 3/8" surface casing with BOP equipment and tested to 2000 psi. After setting 9-5/8" the BOP will then be nipped up on the 9-5/8" intermediate casing and tested by a third party to 2000 psi and used continuously until total depth is reached. Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment (Exhibit #10) will include a Kelly cock and floor safety valve, choke lines and a choke manifold (Exhibit #11) with a 2000 psi WP rating.

9. Proposed Mud Circulating System

<u>Interval</u>	<u>Mud Wt.</u>	<u>Visc.</u>	<u>FL</u>	<u>Type Mud System</u>
0' - 450' <sup>310</sup>	8.5	28	NC	Fresh water native mud w/ paper for seepage and sweeps. Lime for PH.
<del>450' - 1350' <sup>1165</sup></del>	<del>10</del>	<del>30</del>	<del>NC</del>	<del>Brine mud, lime for PH and paper for seepage and sweeps.</del>
<del>1350' - 9213'</del>	<del>9.1</del>	<del>29</del>	<del>NC</del>	<del>Drill section with fresh water/cut brine circulating the reserve utilizing periodic sweeps of paper as needed for seepage control and solids removal.</del>

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept at the well site at all times.

10. Production Hole Drilling Summary:

*see COA  
5000*

**Reduce hole size at 4250' to 7 7/8", drill pilot hole to 6000'. After evaluation, plug back pilot hole to 4,250'. Drill 8 3/4" hole and kick off at +/- 4373', building curve over +/- 750' to horizontal at 4850' TVD. Drill horizontal section in a Easterly direction for +/-4090' lateral to TD at +/-9213' MD, 4850' TVD. Run 5-1/2" production casing in Open hole lateral and cement to surface.**

11. Auxiliary Well Control and Monitoring Equipment

- A. Kelly cock will be kept in the drill string at all times.
- B. A full opening drill pipe-stabbing valve with proper drill pipe connections will be on the rig floor at all times.

ATTACHMENT TO FORM 3160-3  
COG Operating, LLC  
Burch Keely Unit Federal #816H  
Page 4 of 4

12. Logging, Testing and Coring Program: See COA

- A. The evaluation program will consist of PEX, LDT-CNL-GR, HRLA\_GR, FMI, Rotary Cores and will be ran from T.D. in vertical pilot hole to 8 5/8" casing shoe..
- B. The mud logging program will consist of lagged 10' samples from intermediate casing point to T.D. in vertical pilot hole and from Kick off point to TD in Horizontal hole.
- C. Drill Stem test is not anticipated.
- D. No conventional coring is anticipated.
- E. Further testing procedures will be determined after the 5 1/2" production casing has been cemented at TD based on drill shows and log evaluation.

13. Abnormal Conditions, Pressures, Temperatures and Potential Hazards:

No abnormal pressures or temperatures are anticipated. The estimated bottom hole at TD is 90 degrees and estimated maximum bottom hole pressure is 1800 psig. Measurable gas volumes or Hydrogen Sulfide levels have not been encountered during drilling operations in this area, however an H2S plan is attached to the Drilling Program. No major loss of circulation zones has been reported in offsetting wells.

14. Anticipated Starting Date

Drilling operations will commence approximately on October 30, 2011 with drilling and completion operations lasting approximately 90 days.



## **COG Operating LLC**

Eddy County, NM (NAN27 NME)

Burch Keely Unit #816H

Burch Keely Unit #816H

OH

Plan: Plan #3 - 7-7/8" Hole

SHL = 2007' FNL & 305' FWL

BHL = 2310' FNL & 330' FEL

## **Standard Planning Report**

24 August, 2011





Scientific Drilling  
Planning Report



Database: EDM-Julio  
 Company: COG Operating LLC  
 Project: Eddy County, NM (NAN27 NME)  
 Site: Burch Keely Unit #816H  
 Well: Burch Keely Unit #816H  
 Wellbore: OH  
 Design: Plan #3 - 7-7/8" Hole

Local Co-ordinate Reference: Site Burch Keely Unit #816H  
 TVD Reference: GL Elev @ 3641 00usft  
 MD Reference: GL Elev @ 3641 00usft  
 North Reference: Grid  
 Survey Calculation Method: Minimum Curvature

Project	Eddy County, NM (NAN27 NME)		
Map System:	US State Plane 1927 (Exact solution)	System Datum:	Mean Sea Level
Geo Datum:	NAD 1927 (NADCON CONUS)		
Map Zone:	New Mexico East 3001		

Site	Burch Keely Unit #816H				
Site Position:	Map	Northing:	668,049 30 usft	Latitude:	32° 50' 10 164 N
From:	Map	Easting:	596,806 00 usft	Longitude:	104° 1' 5 367 W
Position Uncertainty:	0 00 usft	Slot Radius:	13-3/16 "	Grid Convergence:	0 17 °

Well	Burch Keely Unit #816H					
Well Position	+N/-S	0 00 usft	Northing:	668,049 30 usft	Latitude:	32° 50' 10 164 N
	+E/-W	0 00 usft	Easting:	596,806 00 usft	Longitude:	104° 1' 5 367 W
Position Uncertainty	0 00 usft	Wellhead Elevation:	Ground Level: 3,641 00 usft			

Wellbore	OH				
Magnetics	Model Name	Sample Date	Declination	Dip Angle	Field Strength
	IGRF2010	2011/08/24	(°) 7 82	(°) 60 67	(nT) 48,915

Design	Plan #3 - 7-7/8" Hole			
Audit Notes:				
Version:	Phase:	PLAN	Tie On Depth:	0 00
Vertical Section:	Depth From (TVD)	+N/-S	+E/-W	Direction
	(usft)	(usft)	(usft)	(°)
	0 00	0 00	0 00	93 56

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	
4,372 54	0 00	0 00	4,372 54	0 00	0 00	0 00	0 00	0 00	0 00	
5,122 54	90 00	93 56	4,850 00	-29 65	476 54	12 00	12 00	0 00	93 56	
9,213 19	90 00	93 56	4,850.00	-283 70	4,559 30	0 00	0 00	0 00	0 00	PBHL-BK #816H





Scientific Drilling  
Planning Report



Database: EDM-Julio  
 Company: COG Operating LLC  
 Project: Eddy County, NM (NAN27 NME)  
 Site: Burch Keely Unit #816H  
 Well: Burch Keely Unit #816H  
 Wellbore: OH  
 Design: Plan #3 - 7-7/8" Hole

Local Co-ordinate Reference: Site Burch Keely Unit #816H  
 TVD Reference: GL Elev @ 3641 00usft  
 MD Reference: GL Elev @ 3641 00usft  
 North Reference: Grid  
 Survey Calculation Method: Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
4,372 54	0 00	0 00	4,372 54	0 00	0 00	0 00	0 00	0 00	0 00
<b>KOP Start Build 12.00°/100'</b>									
4,400 00	3 30	93 56	4,399 98	-0 05	0 79	0 79	12 00	12 00	0 00
4,500 00	15 30	93 56	4,498 49	-1 05	16 88	16 91	12 00	12 00	0 00
4,600 00	27 30	93 56	4,591 49	-3 30	53 06	53 17	12 00	12 00	0 00
4,700 00	39 30	93 56	4,674 93	-6 70	107 75	107 96	12 00	12 00	0 00
4,800 00	51 30	93 56	4,745 14	-11 11	178 56	178 91	12 00	12 00	0 00
4,900 00	63 30	93 56	4,799 07	-16 33	262 39	262 90	12 00	12 00	0 00
5,000 00	75 30	93 56	4,834 36	-22 13	355 58	356 27	12 00	12 00	0 00
5,100 00	87 30	93 56	4,849 47	-28 25	454 06	454 94	12 00	12 00	0 00
5,122 54	90 00	93 56	4,850 00	-29 65	476 55	477 47	12 00	12 00	0 00
<b>EOC hold 90.00°</b>									
5,200 00	90 00	93 56	4,850 00	-34 46	553 86	554 93	0 00	0 00	0 00
5,300 00	90 00	93 56	4,850 00	-40 67	653 67	654 93	0 00	0 00	0 00
5,400 00	90 00	93 56	4,850 00	-46 88	753 47	754 93	0 00	0 00	0 00
5,500 00	90 00	93 56	4,850 00	-53 09	853 28	854 93	0 00	0 00	0 00
5,600 00	90 00	93 56	4,850 00	-59 31	953 09	954 93	0 00	0 00	0 00
5,700 00	90 00	93 56	4,850 00	-65 52	1,052 89	1,054 93	0 00	0 00	0 00
5,800 00	90 00	93 56	4,850 00	-71 73	1,152 70	1,154 93	0 00	0 00	0 00
5,900 00	90 00	93 56	4,850 00	-77 94	1,252 51	1,254 93	0 00	0 00	0 00
6,000 00	90 00	93 56	4,850 00	-84 15	1,352 31	1,354 93	0 00	0 00	0 00
6,100 00	90 00	93 56	4,850 00	-90 36	1,452 12	1,454 93	0 00	0 00	0 00
6,200 00	90 00	93 56	4,850 00	-96 57	1,551 93	1,554 93	0 00	0 00	0 00
6,300 00	90 00	93 56	4,850 00	-102 78	1,651 74	1,654 93	0 00	0 00	0 00
6,400 00	90 00	93 56	4,850 00	-108 99	1,751 54	1,754 93	0 00	0 00	0 00
6,500 00	90 00	93 56	4,850 00	-115 20	1,851 35	1,854 93	0 00	0 00	0 00
6,600 00	90 00	93 56	4,850 00	-121 41	1,951 16	1,954 93	0 00	0 00	0 00
6,700 00	90 00	93 56	4,850 00	-127 62	2,050 96	2,054 93	0 00	0 00	0 00
6,800 00	90 00	93 56	4,850 00	-133 83	2,150 77	2,154 93	0 00	0 00	0 00
6,900 00	90 00	93 56	4,850 00	-140 04	2,250 58	2,254 93	0 00	0 00	0 00
7,000 00	90 00	93 56	4,850 00	-146 25	2,350 38	2,354 93	0 00	0 00	0 00
7,100 00	90 00	93 56	4,850 00	-152 46	2,450 19	2,454 93	0 00	0 00	0 00
7,200 00	90 00	93 56	4,850 00	-158 67	2,550 00	2,554 93	0 00	0 00	0 00
7,300 00	90 00	93 56	4,850 00	-164 88	2,649 80	2,654 93	0 00	0 00	0 00
7,400 00	90 00	93 56	4,850 00	-171 09	2,749 61	2,754 93	0 00	0 00	0 00
7,500 00	90 00	93 56	4,850 00	-177 30	2,849 42	2,854 93	0 00	0 00	0 00
7,600 00	90 00	93 56	4,850 00	-183 51	2,949 23	2,954 93	0 00	0 00	0 00
7,700 00	90 00	93 56	4,850 00	-189 72	3,049 03	3,054 93	0 00	0 00	0 00
7,800 00	90 00	93 56	4,850 00	-195 93	3,148 84	3,154 93	0 00	0 00	0 00
7,900 00	90 00	93 56	4,850 00	-202 15	3,248 65	3,254 93	0 00	0 00	0 00
8,000 00	90 00	93 56	4,850 00	-208 36	3,348 45	3,354 93	0 00	0 00	0 00
8,100 00	90 00	93 56	4,850 00	-214 57	3,448 26	3,454 93	0 00	0 00	0 00
8,200 00	90 00	93 56	4,850 00	-220 78	3,548 07	3,554 93	0 00	0 00	0 00
8,300 00	90 00	93 56	4,850 00	-226 99	3,647 87	3,654 93	0 00	0 00	0 00
8,400 00	90 00	93 56	4,850 00	-233 20	3,747 68	3,754 93	0 00	0 00	0 00
8,500 00	90 00	93 56	4,850 00	-239 41	3,847 49	3,854 93	0 00	0 00	0 00
8,600 00	90 00	93 56	4,850 00	-245 62	3,947 30	3,954 93	0 00	0 00	0 00
8,700 00	90 00	93 56	4,850 00	-251 83	4,047 10	4,054 93	0 00	0 00	0 00
8,800 00	90 00	93 56	4,850 00	-258 04	4,146 91	4,154 93	0 00	0 00	0 00
8,900 00	90 00	93 56	4,850 00	-264 25	4,246 72	4,254 93	0 00	0 00	0 00
9,000 00	90 00	93 56	4,850 00	-270 46	4,346 53	4,354 93	0 00	0 00	0 00
9,100 00	90 00	93 56	4,850 00	-276 67	4,446 33	4,454 93	0 00	0 00	0 00
9,200 00	90 00	93 56	4,850 00	-282 88	4,546 14	4,554 93	0 00	0 00	0 00



Scientific Drilling  
Planning Report



Database: EDM-Julio  
 Company: COG Operating LLC  
 Project: Eddy County, NM (NAN27 NME)  
 Site: Burch Keely Unit #816H  
 Well: Burch Keely Unit #816H  
 Wellbore: OH  
 Design: Plan #3 - 7-7/8" Hole

Local Co-ordinate Reference: Site Burch Keely Unit #816H  
 TVD Reference: GL Elev @ 3641 00usft  
 MD Reference: GL Elev @ 3641 00usft  
 North Reference: Grid  
 Survey Calculation Method: Minimum Curvature

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
9,213.19	90 00	93.56	4,850 00	-283 70	4,559 30	4,568 12	0 00	0 00	0 00
<b>PBHL-BK #816H</b>									

Target Name	hit/miss target	Dip Angle (°)	Dip Dir (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
PBHL-BK #816H		0 00	0 01	4,850 00	-283 70	4,559 30	667,765 60	601,365 30	32° 50' 7 219 N	104° 0' 11 940 W
- plan hits target center										
- Point										

Measured Depth (usft)	Vertical Depth (usft)	Local Coordinates		Comment
		+N/-S (usft)	+E/-W (usft)	
4,372 54	4,372 54	0 00	0 00	KOP Start Build 12 00°/100'
5,122 54	4,850 00	-29 65	476 55	EOC hold 90 00°



Scientific Drilling for COG Operating LLC  
 Site: Eddy County, NM (NAN27 NME)  
 Well: Burch Keely Unit #816H  
 Wellbore: OH  
 Design: Plan #3 - 7-7/8" Hole



SECTION DETAILS

Sec	MD	Inc	Azi	TVD	+N-S	+E-W	Dleg	TFace	Vsect	Target
1	0 00	0 00	0 00	0.00	0 00	0 00	0.00	0 00	0.00	
2	4372.54	0 00	0 00	4372.54	0.00	0 00	0.00	0 00	0.00	
3	5122.54	90.00	93.56	4850.00	-29.65	476.54	12.00	93.56	477.46	
4	9213.19	90.00	93.56	4850.00	-283.70	4559.30	0 00	0 00	4568.12	PBHL-BK #816H

Plan, Plan #3 - 7-7/8" Hole (Burch Keely Unit #816H/OH)

Created By: Julio Pina Date: 24-Aug-11

Checked: \_\_\_\_\_ Date: \_\_\_\_\_

Reviewed: \_\_\_\_\_ Date: \_\_\_\_\_

WELLBORE TARGET DETAILS (MAP CO-ORDINATES)

Name	TVD	+N-S	+E-W	Northing	Easting	Latitude	Longitude	Shape
PBHL-BK #816H	4850.00	-283.70	4559.30	667765.60	601365.30	32°50'7.219 N	104°0'11.940 W	Point

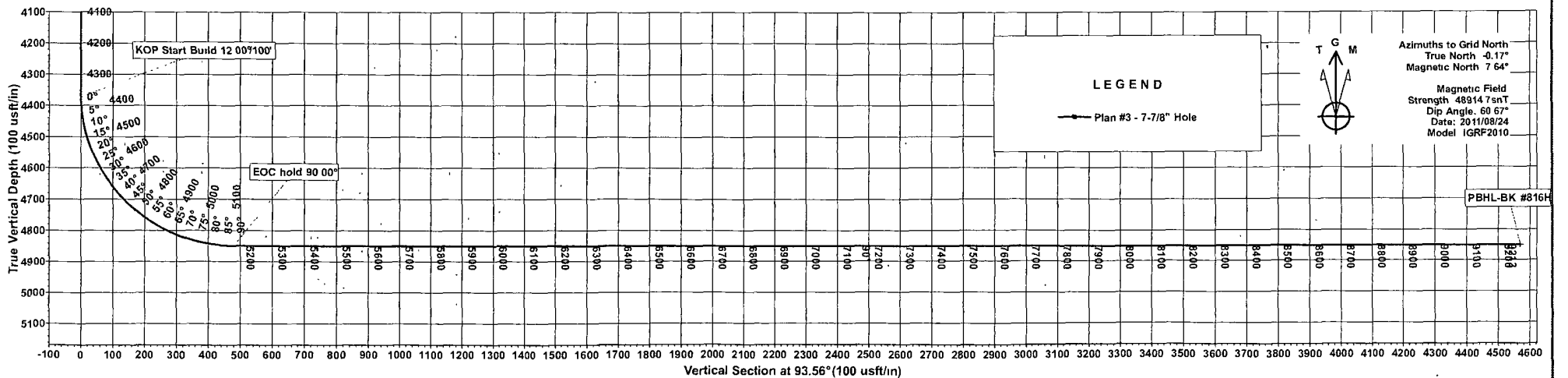
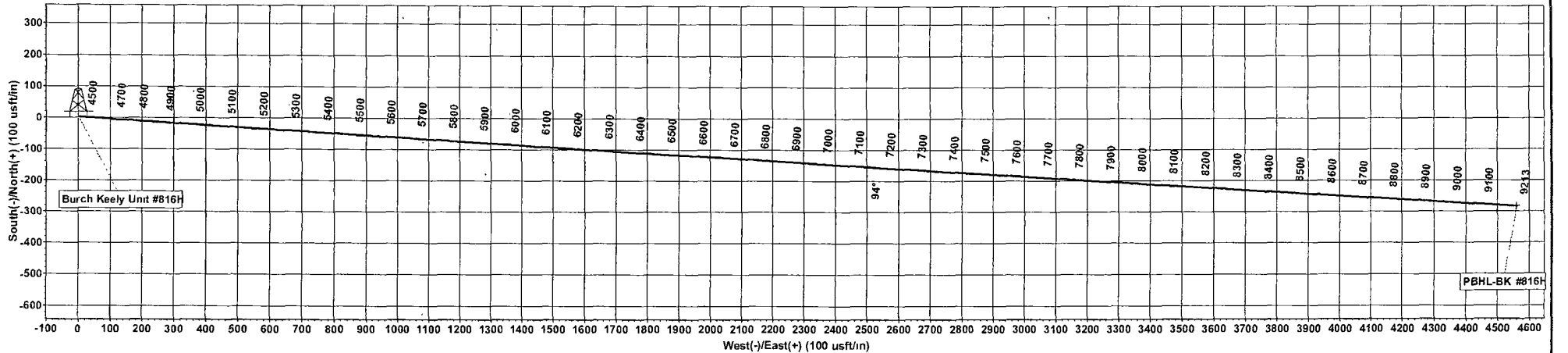
WELL DETAILS: Burch Keely Unit #816H

PROJECT DETAILS Eddy County, NM (NAN27 NME)

Geodetic System: US State Plane 1927 (Exact solution)  
 Datum: NAD 1927 (NADCON CONUS)  
 Ellipsoid: Clarke 1866  
 Zone: New Mexico East 3001  
 System Datum: Mean Sea Level

+N-S	+E-W	Ground Level	3641.00	Longitude	Slot
0.00	0.00	Northing	Easting	Latitude	Longitude
		668049.30	596806.00	32°50'10.164 N	104°1'5.367 W

**AZIMUTH CORRECTIONS**  
 ALL AZIMUTHS MUST BE CORRECTED TO GRID  
 GRID CORRECTIONS MUST BE APPLIED BEFORE PLOTTING  
 To convert a Magnetic Direction to a Grid Direction, Add 7.64°  
 To convert a True Direction to a Grid Direction, Subtract 0.17°



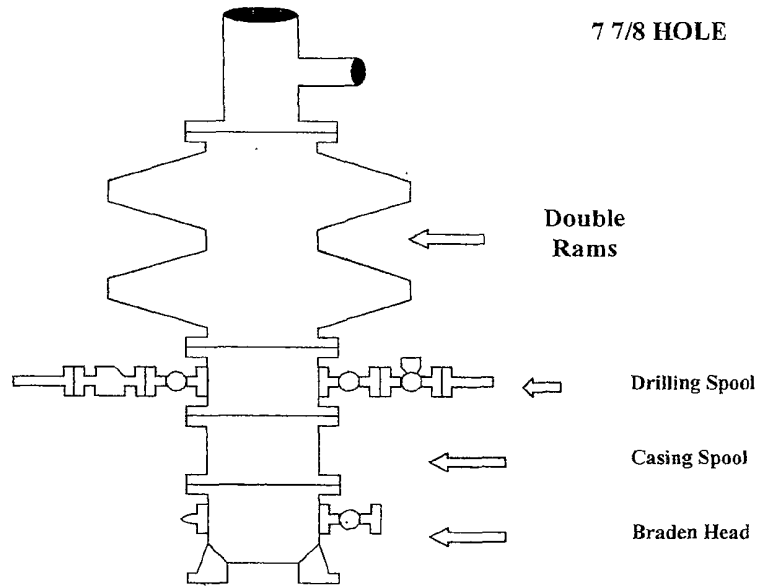
Azimuths to Grid North  
 True North -0.17°  
 Magnetic North 7.64°

Magnetic Field  
 Strength 48314.7nT  
 Dip Angle -60.67°  
 Date: 2011/08/24  
 Model IGRF2010

# COG Operating LLC

## Exhibit #9

### BOPE and Choke Schematic



7 7/8 HOLE

Double Rams

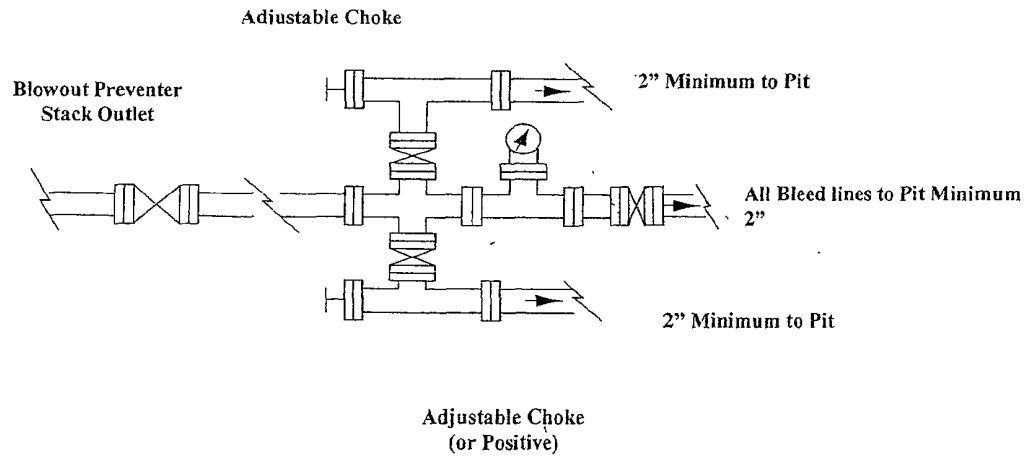
Drilling Spool

Casing Spool

Braden Head

Minimum 4" Nominal choke and kill lines

Choke Manifold Requirement (2000 psi WP)  
No Annular Required



Adjustable Choke

Blowout Preventer Stack Outlet

2" Minimum to Pit

All Bleed lines to Pit Minimum 2"

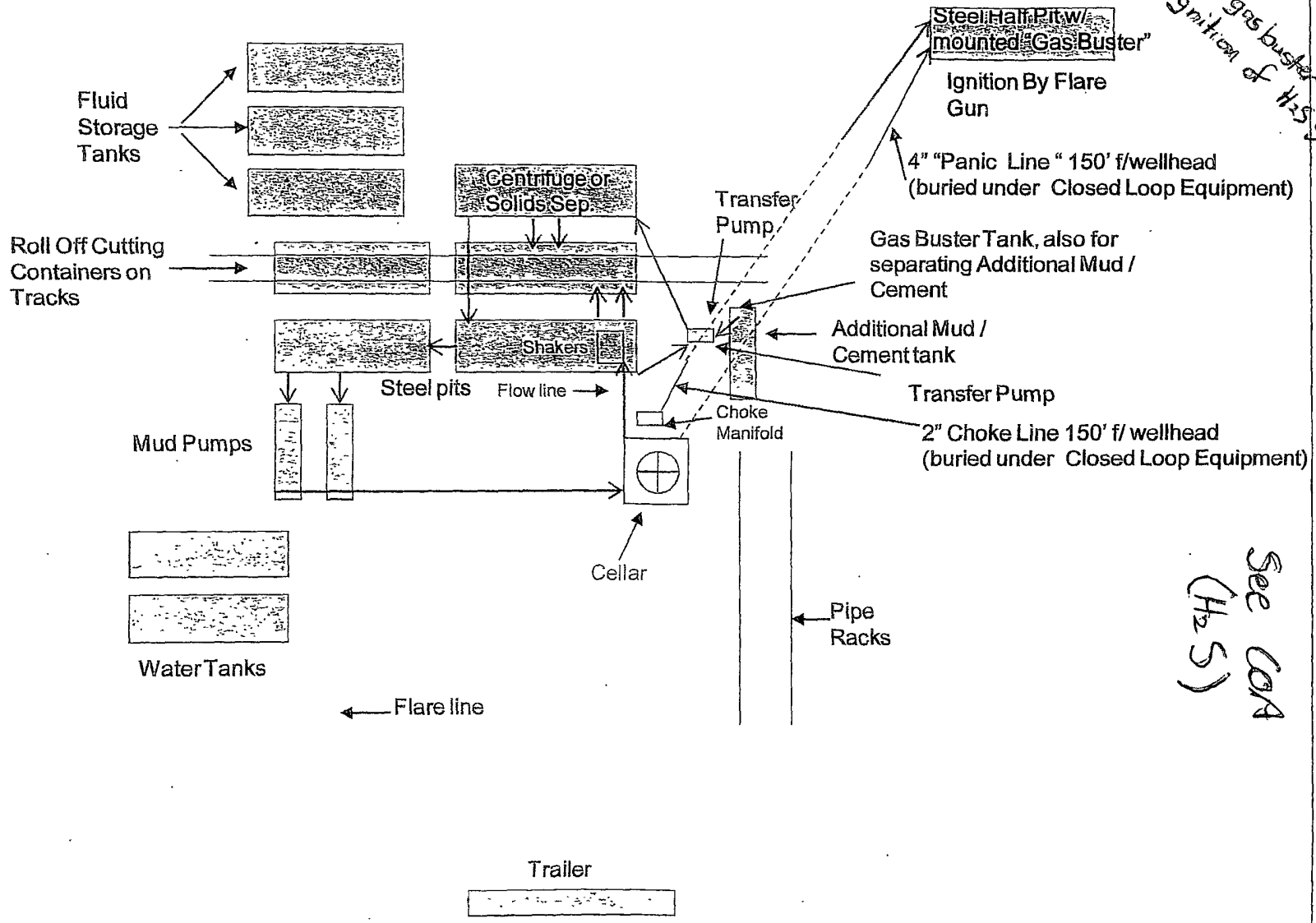
2" Minimum to Pit

Adjustable Choke  
(or Positive)

**NOTES REGARDING THE BLOWOUT PREVENTERS**  
**Master Drilling Plan**  
**Eddy County, New Mexico**

1. Drilling nipple to be so constructed that it can be removed without use of a welder through rotary table opening, with minimum I.D. equal to preventer bore.
2. Wear ring to be properly installed in head.
3. Blow out preventer and all fittings must be in good condition, 2000 psi WP minimum.
4. All fittings to be flanged.
5. Safety valve must be available on rig floor at all times with proper connections, valve to be full 2000 psi WP minimum.
6. All choke and fill lines to be securely anchored especially ends of choke lines.
7. Equipment through which bit must pass shall be at least as large as the diameter of the casing being drilled through.
8. Kelly cock on Kelly.
9. Extension wrenches and hands wheels to be properly installed.
10. Blow out preventer control to be located as close to driller's position as feasible.
11. Blow out preventer closing equipment to include minimum 40-gallon accumulator, two independent sources of pump power on each closing unit installation all API specifications.

COG Operating LLC  
 Closed Loop Equipment Diagram



*Open bottom gas buster  
 won't allow ignition of H<sub>2</sub>S gas*

*See C/A  
 (H<sub>2</sub>S)*

## Closed Loop Operation & Maintenance Procedure

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All drilling fluid circulated over shaker(s) with cuttings discharged into roll off container.

Fluid and fines below shaker(s) are circulated with transfer pump through centrifuge(s) or solids separator with cuttings and fines discharged into roll off container.

Fluid is continuously re-circulated through equipment with polymer added to aid separation of cutting fines.

Roll off containers are lined and de-watered with fluids re-circulated into system.

Additional tank is used to capture unused drilling fluid or cement returns from casing jobs.

This equipment will be maintained 24 hrs./day by solids control personnel and or rig crews that stay on location.

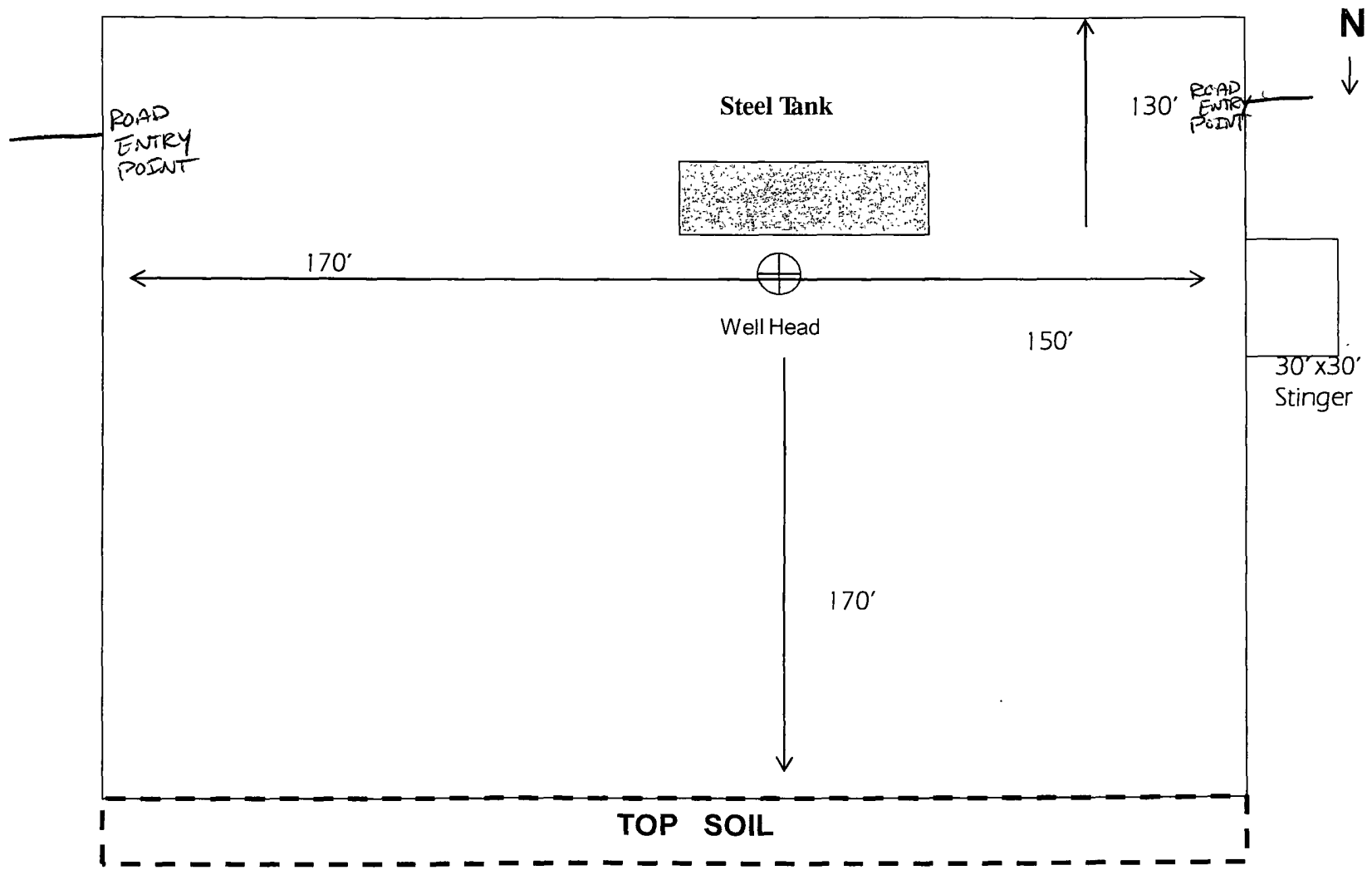
Cuttings will be hauled to either:

CRI (permit number R9166)

or

GMI (permit number 711-019-001)

dependent upon which rig is available to drill this well.



Not To Scale

Exhibit #6

COG OPERATING LLC  
 Rig Layout - Closed Loop  
 System: BKU #816H