Form 3160 -3 (March 2012)

HODBS OCD

FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

APR 26 2017

5. Lease Serial No. NMNM120908

6. If Indian, Allotee or Tribe Name

| APPLICATION FOR PERMIT TO L | ORILL OR | REENTER | | Allen | 1 | |
|--|----------------------------------|--|-------------------|--|---------------|-----------------|
| la. Type of work: | R | | | 7. If Unit or CA Agre | ement, Nar | ne and No. |
| lb. Type of Well: Oil Well Gas Well Other | ✓ Sin | gle Zone Multip | le Zone | 8. Lease Name and N AZORES FEDERA | | 39881 |
| 2. Name of Operator COG PRODUCTION LLC (2/79 | 55) | | | 9. API Well No. | 43 | 758 |
| 3a. Address 2208 West Main Street Artesia NM 88210 | 3b. Phone No. (575)748-6 | (include area code) | | 10. Field and Pool, or I WC-025 G-06 S253 | | 1.0 |
| Location of Well (Report location clearly and in accordance with any At surface SWSW / 210 FSL / 460 FWL / LAT 32.181717 At proposed prod. zone NWNW / 200 FNL / 330 FWL / LAT | / LONG -10 | 3.703738 | 68 | 11. Sec., T. R. M. or B SEC 29 / T24S / R | | |
| 14. Distance in miles and direction from nearest town or post office* 22 miles | A | | | 12. County or Parish LEA | | 13. State NM |
| 15. Distance from proposed* location to nearest 210 feet property or lease line, ft. (Also to nearest drig. unit line, if any) | 16. No. of ac 1891.72 | cres in lease | 17. Spacin 160 | g Unit dedicated to this v | well | |
| 18. Distance from proposed location* to nearest well, drilling, completed, 200 feet applied for, on this lease, ft. | 19. Proposed 9180 feet / | Depth 14008 feet | | BIA Bond No. on file MB000860 | | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3501 feet | 22. Approxin 01/01/201 | nate date work will star | rt* | 23. Estimated duratio 30 days | n | |
| A STATE OF THE STA | 24. Attac | hments | | | | |
| The following, completed in accordance with the requirements of Onshore | e Oil and Gas (| Order No.1, must be at | ttached to th | is form: | | |
| Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System I SUPO must be filed with the appropriate Forest Service Office). | Lands, the | Item 20 above). 5. Operator certific | cation | ns unless covered by an | | |
| 25. Signature | | (Printed/Typed) Reyes / Ph: (575) | 748 6045 | | Date 12/13/2 | 2016 |
| (Electronic Submission) Title Regulatory Analyst | Iviayte | 11. (373) | 740-0343 | | 12/10/2 | |
| Approved by (Signature) (Electronic Submission) | | Name (Printed/Typed) Christopher Walls / Ph: (575)234-2234 | | | Date 04/07/2 | 2017 |
| Title Petroleum Engineer | Office HOBBS | | | | | |
| Application approval does not warrant or certify that the applicant holds conduct operations thereon. Conditions of approval, if any, are attached. | legal or equit | able title to those righ | ts in the sub | oject lease which would e | entitle the a | pplicant to |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a cri States any false, fictitious or fraudulent statements or representations as to | ime for any pe o any matter w | erson knowingly and vithin its jurisdiction. | villfully to n | nake to any department of | or agency | of the United |
| (Continued on page 2) | | | | *(Inst | ructions | on page 2) |

APPROVED WITH CONDITIONS

"(Instructions on page 2



Application for Permit to Drill

U.S. Department of the Interior Bureau of Land Management

Date Printed: 04/13/2017 12:58 PM

APD Package Report

APD ID: 10400008218 Well Status: AAPD

APD Received Date: 12/13/2016 11:28 AM Well Name: AZORES FEDERAL

Operator: COG PRODUCTION LLC Well Number: 9H

APD Package Report Contents

- Form 3160-3

- Operator Certification Report

- Application Report

- Application Attachments

-- Well Plat: 1 file(s)

- Drilling Plan Report

- Drilling Plan Attachments

-- Blowout Prevention Choke Diagram Attachment: 3 file(s)

-- Blowout Prevention BOP Diagram Attachment: 3 file(s)

-- Casing Design Assumptions and Worksheet(s): 3 file(s)

-- Hydrogen sulfide drilling operations plan: 1 file(s)

-- Proposed horizontal/directional/multi-lateral plan submission: 1 file(s)

- SUPO Report

- SUPO Attachments

-- Existing Road Map: 1 file(s)

-- Attach Well map: 1 file(s)

-- Water source and transportation map: 2 file(s)

-- Construction Materials source location attachment: 1 file(s)

-- Ancillary Facilities attachment: 1 file(s)

-- Well Site Layout Diagram: 2 file(s)

-- Recontouring attachment: 1 file(s)

-- Other SUPO Attachment: 2 file(s)

- PWD Report

- PWD Attachments

-- None

- Bond Report

- Bond Attachments



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

erator Certification Data Report 04/13/2017

Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Mayte Reyes

Signed on: 12/12/2016

Title: Regulatory Analyst

Street Address: 2208 W Main Street

City: Artesia

State: NM

Zip: 88210

Phone: (575)748-6945

Email address: Mreyes1@concho.com

Field Representative

Representative Name: Rand French

Street Address: 2208 W. Main Street

City: Artesia

State: NM

Zip: 88210

Phone: (432)254-5556

Email address: rfrench@concho.com



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT Application Data Report

Submission Date: 12/13/2016

Operator Name: COG PRODUCTION LLC

Well Name: AZORES FEDERAL

Well Number: 9H

Well Type: OIL WELL

APD ID: 10400008218

Well Work Type: Drill

Section 1 - General

APD ID:

10400008218

Tie to previous NOS?

Submission Date: 12/13/2016

BLM Office: HOBBS

User: Mayte Reyes

Title: Regulatory Analyst

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM120908

Lease Acres: 1891.72

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: COG PRODUCTION LLC

Operator letter of designation:

Keep application confidential? YES

Operator Info

Operator Organization Name: COG PRODUCTION LLC

Operator Address: 2208 West Main Street

Zip: 88210

Operator PO Box:

Operator City: Artesia

State: NM

Operator Phone: (575)748-6940

Operator Internet Address: mreyes1@concho.com

Section 2 - Well Information

Well in Master Development Plan? NO

Mater Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: AZORES FEDERAL

Well Number: 9H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: WC-025 G-06

Pool Name: BONE SPRING

S253206M

Well Name: AZORES FEDERAL

Well Number: 9H

Is the proposed well in an area containing other mineral resources? USEABLE WATER

Describe other minerals:

Is the proposed well in a Helium production area? N Use Existing Well Pad? YES

New surface disturbance? Y

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name:

Number: 4H

Well Class: HORIZONTAL

AZORES FEDERAL Number of Legs:

Well Work Type: Drill Well Type: OIL WELL

Describe Well Type: Well sub-Type: INFILL

Describe sub-type:

Distance to town: 22 Miles

Distance to nearest well: 200 FT

Distance to lease line: 210 FT

Reservoir well spacing assigned acres Measurement: 160 Acres

Well plat:

COG Azores Fed 9H C102 12-06-2016.pdf

Well work start Date: 01/01/2017

Duration: 30 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number:

STATE: NEW MEXICO

Meridian: NEW MEXICO PRINCIPAL County: LEA

Latitude: 32.181717

Longitude: -103.703738

SHL

Elevation: 3501

MD: 0

TVD: 0

Leg #: 1

Lease Type: FEDERAL

Lease #: NMNM120908

NS-Foot: 210

NS Indicator: FSL

EW-Foot: 460

EW Indicator: FWL

Twsp: 24S

Range: 32E

Section: 29

Aliquot: SWSW

Lot:

Tract:

Elevation: -5192

KOP

Well Name: AZORES FEDERAL Well Number: 9H

STATE: NEW MEXICO Meridian: NEW MEXICO PRINCIPAL County: LEA

TVD: 8693

MD: 8695

Latitude: 32.181717 Longitude: -103.703738

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Leg #: 1 Lease Type: FEDERAL Lease #: NMNM120908

NS-Foot: 210

NS Indicator: FSL

EW-Foot: 460

EW Indicator: FWL

Twsp: 24S **Range:** 32E **Section:** 29

Aliquot: SWSW Lot: Tract:

STATE: NEW MEXICO Meridian: NEW MEXICO PRINCIPAL County: LEA

Latitude: 32.182045 Longitude: -103.704159

PPP **Elevation:** -5514 **MD:** 9100 **TVD:** 9015

Leg #: 1 Lease Type: FEDERAL Lease #: NMNM120908

NS-Foot: 330

NS Indicator: FSL

EW-Foot: 330

EW Indicator: FWL

Twsp: 24S Range: 32E Section: 29

Aliquot: SWSW Lot: Tract:

STATE: NEW MEXICO Meridian: NEW MEXICO PRINCIPAL County: LEA

Latitude: 32.194743 **Longitude:** -103.704168

EXIT **Elevation:** -5679 **MD:** 13877 **TVD:** 9180

Leg #: 1 Lease Type: FEDERAL Lease #: NMNM120908

NS-Foot: 330

NS Indicator: FNL

EW-Foot: 330

EW Indicator: FWL

Twsp: 24S Range: 32E Section: 29

Aliquot: NWNW Lot: Tract:

STATE: NEW MEXICO Meridian: NEW MEXICO PRINCIPAL County: LEA

Latitude: 32.195101 **Longitude:** -103.704168

BHL **Elevation**: -5679 **MD**: 14008 **TVD**: 9180

Leg #: 1 Lease Type: FEDERAL Lease #: NMNM120908

NS-Foot: 200

NS Indicator: FNL

EW-Foot: 330

EW Indicator: FWL

Well Name: AZORES FEDERAL

Well Number: 9H

Twsp: 24S

Range: 32E

Section: 29

Aliquot: NWNW

Lot:

Tract:



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Drilling Plan Data Report

APD ID: 10400008218 Submission Date: 12/13/2016

Operator Name: COG PRODUCTION LLC

Well Name: AZORES FEDERAL

Well Number: 9H

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

ID: Surface formation

Name: UNKNOWN

Lithology(ies):

Elevation: 3501

True Vertical Depth: 0

Measured Depth: 0

Mineral Resource(s):

NONE

Is this a producing formation? N

ID: Formation 1

Name: RUSTLER

Lithology(ies):

Elevation: 2671

True Vertical Depth: 830

Measured Depth: 830

Mineral Resource(s):

NONE

Is this a producing formation? N

ID: Formation 2

Name: TOP OF SALT

Lithology(ies):

Elevation: 2426

True Vertical Depth: 1075

Measured Depth: 1075

Mineral Resource(s):

NONE

Is this a producing formation? N

Well Name: AZORES FEDERAL

Well Number: 9H

ID: Formation 3

Name: BASE OF SALT

Lithology(ies):

Elevation: -857

True Vertical Depth: 4358

Measured Depth: 4358

Mineral Resource(s):

NONE

Is this a producing formation? N

ID: Formation 4

Name: LAMAR LS

Lithology(ies):

SILTSTONE

Elevation: -1086

True Vertical Depth: 4587

Measured Depth: 4587

Mineral Resource(s):

NATURAL GAS

OIL

Is this a producing formation? N

ID: Formation 5

Name: BELL CANYON

Lithology(ies):

Elevation: -1122

True Vertical Depth: 4623

Measured Depth: 4623

Mineral Resource(s):

NATURAL GAS

OIL

Is this a producing formation? N

ID: Formation 6

Name: CHERRY CANYON

Lithology(ies):

Elevation: -2006

True Vertical Depth: 5507

Measured Depth: 5507

Mineral Resource(s):

Well Name: AZORES FEDERAL

Well Number: 9H

NATURAL GAS

OIL

Is this a producing formation? N

ID: Formation 7

Name: BRUSHY CANYON

Lithology(ies):

Elevation: -3428

True Vertical Depth: 6929

Measured Depth: 6929

Mineral Resource(s):

NATURAL GAS

OIL

Is this a producing formation? N

ID: Formation 8

Name: BONE SPRING LIME

Lithology(ies):

Elevation: -5020

True Vertical Depth: 8521

Measured Depth: 8521

Mineral Resource(s):

NATURAL GAS

OIL

Is this a producing formation? N

ID: Formation 9

Name: AVALON

Lithology(ies):

Elevation: -5271

True Vertical Depth: 8772

Measured Depth: 8772

Mineral Resource(s):

NATURAL GAS

OIL

Is this a producing formation? Y

Well Name: AZORES FEDERAL

Well Number: 9H

ID: Formation 10

Name: BONE SPRING 1ST

Lithology(ies):

Elevation: -6105

True Vertical Depth: 9606

Measured Depth: 9606

Mineral Resource(s):

NATURAL GAS

OIL

Is this a producing formation? N

Section 2 - Blowout Prevention

Pressure Rating (PSI): 2M

Rating Depth: 4615

Equipment: Annular. The BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold.

Requesting Variance? NO

Variance request:

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all of the components installed will be functional and tested.

Choke Diagram Attachment:

COG Azores Fed 9H 2M Choke Sch_11-22-2016.pdf

BOP Diagram Attachment:

COG Azores Fed 9H 2M BOP_11-22-2016.pdf

Pressure Rating (PSI): 3M

Rating Depth: 14008

Equipment: Annular, blind ram, pipe ram. The BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold.

Requesting Variance? NO

Variance request:

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all of the components installed will be functional and tested.

Choke Diagram Attachment:

COG Azores Fed 9H 3M Choke Sch 11-22-2016.pdf

BOP Diagram Attachment:

Well Name: AZORES FEDERAL

Well Number: 9H

COG Azores Fed 9H 3M Choke Sch_11-22-2016.pdf

COG Azores Fed 9H 3M BOP_11-22-2016.pdf

Section 3 - Casing

String Type: PRODUCTION

Other String Type:

Hole Size: 8.75

Top setting depth MD: 0

Top setting depth TVD: 0

Top setting depth MSL: -5679

Bottom setting depth MD: 14008

Bottom setting depth TVD: 9180

Bottom setting depth MSL: -14859 Calculated casing length MD: 14008

Casing Size: 5.5

Other Size

Grade: P-110

Other Grade:

Weight: 17

Joint Type: LTC

Other Joint Type:

Condition: NEW

Inspection Document:

Standard: API

Spec Document:

Tapered String?: N

Tapered String Spec:

Safety Factors

Collapse Design Safety Factor: 1.67

Burst Design Safety Factor: 2.98

Joint Tensile Design Safety Factor type: DRY

Joint Tensile Design Safety Factor: 2.85

Body Tensile Design Safety Factor type: DRY

Body Tensile Design Safety Factor: 2.85

Casing Design Assumptions and Worksheet(s):

COG Azores Fed 9H csg assmp_11-22-2016.pdf

Well Name: AZORES FEDERAL

Well Number: 9H

String Type: SURFACE

Other String Type:

Hole Size: 17.5

Top setting depth MD: 0

Top setting depth TVD: 0

Top setting depth MSL: -5679

Bottom setting depth MD: 855

Bottom setting depth TVD: 855

Bottom setting depth MSL: -6534 Calculated casing length MD: 855

Casing Size: 13.375

Other Size

Grade: J-55

Other Grade:

Weight: 54.5

Joint Type: STC

Other Joint Type:

Condition: NEW

Inspection Document:

Standard: API

Spec Document:

Tapered String?: N

Tapered String Spec:

Safety Factors

Collapse Design Safety Factor: 2.89

Burst Design Safety Factor: 1.38

Joint Tensile Design Safety Factor type: DRY

Joint Tensile Design Safety Factor: 11.03

Body Tensile Design Safety Factor type: DRY

Body Tensile Design Safety Factor: 11.03

Casing Design Assumptions and Worksheet(s):

COG Azores Fed 9H csg assmp_12-01-2016.pdf

Well Name: AZORES FEDERAL

Well Number: 9H

String Type: INTERMEDIATE

Other String Type:

Hole Size: 12.25

Top setting depth MD: 0

Top setting depth TVD: 0

Top setting depth MSL: -5679

Bottom setting depth MD: 4615

Bottom setting depth TVD: 4615

Bottom setting depth MSL: -10294 Calculated casing length MD: 4615

Casing Size: 9.625

Other Size

Grade: J-55

Other Grade:

Weight: 40

Joint Type: LTC

Other Joint Type:

Condition: NEW

Inspection Document:

Standard: API

Spec Document:

Tapered String?: N

Tapered String Spec:

Safety Factors

Collapse Design Safety Factor: 1.05

Burst Design Safety Factor: 1.11

Joint Tensile Design Safety Factor type: DRY

Joint Tensile Design Safety Factor: 2.82

Body Tensile Design Safety Factor type: DRY

Body Tensile Design Safety Factor: 2.82

Casing Design Assumptions and Worksheet(s):

COG Azores Fed 9H csg assmp_12-01-2016.pdf

Section 4 - Cement

Casing String Type: SURFACE

Well Name: AZORES FEDERAL Well Number: 9H

Stage Tool Depth:

Lead

Top MD of Segment: 0 Bottom MD Segment: 855 Cement Type: Class C

Additives: 4% gel + 1 CaCl2 Quantity (sks): 320 Yield (cu.ff./sk): 1.75

Density: 13.5 Volume (cu.ft.): 560 Percent Excess: 50

<u>Tail</u>

Top MD of Segment: 0 Bottom MD Segment: 855 Cement Type: Class C

Additives: 2% CaCl2 Quantity (sks): 250 Yield (cu.ff./sk): 1.34

Density: 14.8 Volume (cu.ft.): 335 Percent Excess: 50

Casing String Type: INTERMEDIATE

Stage Tool Depth:

Lead

Top MD of Segment: 0 Bottom MD Segment: 4615 Cement Type: 35:65:6 C Blend

Additives: As needed Quantity (sks): 880 Yield (cu.ff./sk): 2

Density: 12.7 Volume (cu.ft.): 1760 Percent Excess: 50

Tail

Top MD of Segment: 0 Bottom MD Segment: 4615 Cement Type: Class C

Additives: 2% CaCl Quantity (sks): 250 Yield (cu.ff./sk): 1.34

Density: 14.8 Volume (cu.ft.): 335 Percent Excess: 50

Casing String Type: PRODUCTION

Stage Tool Depth:

Lead

Top MD of Segment: 4115 Bottom MD Segment: 14008 Cement Type: 50:50:10 H Blend

Additives: As needed Quantity (sks): 640 Yield (cu.ff./sk): 2.5

Density: 11.9 Volume (cu.ft.): 1600 Percent Excess: 25

Tail

Top MD of Segment: 4115 Bottom MD Segment: 14008 Cement Type: 50:50:2 Class H Blend

Additives: As needed Quantity (sks): 1360 Yield (cu.ff./sk): 1.24

Density: 14.4 Volume (cu.ft.): 1686 Percent Excess: 40

Well Name: AZORES FEDERAL

Well Number: 9H

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

Circulating Medium Table

| Top Depth: 0 | Bottom Depth: 855 |
|---|--|
| Mud Type: OTHER | FW Gel |
| Min Weight (lbs./gal.): 8.6 | Max Weight (lbs./gal.): 8.8 |
| Density (lbs/cu.ft.): | Gel Strength (lbs/100 sq.ft.): |
| PH: | Viscosity (CP): |
| Filtration (cc): | Salinity (ppm): |
| Additional Characteristics: Fresh water gel | |
| | |
| Top Depth: 4615 | Bottom Depth: 14008 |
| Top Depth: 4615 Mud Type: OTHER | Bottom Depth: 14008 Cut Brine |
| | |
| Mud Type: OTHER | Cut Brine |
| Mud Type: OTHER Min Weight (lbs./gal.): 8.6 | Cut Brine Max Weight (lbs./gal.): 9.4 |
| Mud Type: OTHER Min Weight (lbs./gal.): 8.6 Density (lbs/cu.ft.): | Cut Brine Max Weight (lbs./gal.): 9.4 Gel Strength (lbs/100 sq.ft.): |

Well Name: AZORES FEDERAL Well Number: 9H

Top Depth: 855 Bottom Depth: 4615

Mud Type: SALT SATURATED

Min Weight (lbs./gal.): 10 Max Weight (lbs./gal.): 10.2

Density (lbs/cu.ft.): Gel Strength (lbs/100 sq.ft.):

PH: Viscosity (CP):

Filtration (cc): Salinity (ppm):

Additional Characteristics:

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

None planned

List of open and cased hole logs run in the well:

OTH

Other log type(s):

CNL/GR

Coring operation description for the well:

None planned

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4490 Anticipated Surface Pressure: 2470.4

Anticipated Bottom Hole Temperature(F): 150

Anticipated abnormal proessures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

COG Azores Fed 9H H2S Plan 02-13-2017.pdf

Well Name: AZORES FEDERAL

Well Number: 9H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

COG Azores Fed 9H Dir Plan 1_01-05-2017.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Other Variance attachment:



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

SUPO Data Report

APD ID: 10400008218 Submission Date: 12/13/2016

Operator Name: COG PRODUCTION LLC

Well Name: AZORES FEDERAL Well Number: 9H

Well Type: OIL WELL Well Work Type: Drill

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

COG Azores Fed 9H Ex Road Map_12-06-2016.pdf

Existing Road Purpose: ACCESS, FLUID TRANSPORT

Row(s) Exist? YES

ROW ID(s)

ID: NM132549

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? NO

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

COG Azores Fed 9H Ex Well Map_12-05-2016.pdf

Well Name: AZORES FEDERAL Well Number: 9H

Existing Wells description:

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? DEFER

Estimated Production Facilities description: Production will be sent to existing Azores Federal #3H facility. A surface flow line of approximately 1711.9' of 3" steel pipe carrying oil, gas and water under a maximum pressure of 125 psi will go to the facility at the Azores Central Tank Battery location. Flowline map attached in Section 12.

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: INTERMEDIATE/PRODUCTION CASING Water source type: OTHER

Describe type: Brine Water - Purchased from Malaga Brine Station #1

Source latitude: 32.20927 Source longitude: -104.004105

Source datum: NAD83

Water source permit type: PRIVATE CONTRACT

Source land ownership: COMMERCIAL

Water source transport method: TRUCKING

Source transportation land ownership: COMMERCIAL

Water source volume (barrels): 30000 Source volume (acre-feet): 3.866793

Source volume (gal): 1260000

Water source use type: STIMULATION, SURFACE CASING Water source type: OTHER

Describe type: Fresh water purchased from Mesquite SWD Inc

Source latitude: Source longitude:

Source datum:

Water source permit type: PRIVATE CONTRACT

Source land ownership: COMMERCIAL
Water source transport method: PIPELINE

Source transportation land ownership: FEDERAL

Water source volume (barrels): 225000 Source volume (acre-feet): 29.000946

Source volume (gal): 9450000

Well Name: AZORES FEDERAL

Well Number: 9H

Water source and transportation map:

COG Azores Fed 9H Brine Wtr Map_12-12-2016.pdf COG Azores Fed 9H Fresh Wtr Map_12-12-2016.pdf

Water source comments:

New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche from a State pit located about 5 miles South on CR1

Construction Materials source location attachment:

COG Azores Fed 9H caliche pit_12-08-2016.pdf

Section 7 - Methods for Handling Waste

gallons

Waste type: SEWAGE

Waste content description: Human waste and grey water

Amount of waste: 1000

00

Waste disposal frequency: One Time Only

Safe containment description: Waste will be properly contained and disposed of properly at a state approved disposal

facility

Safe containmant attachment:

Well Name: AZORES FEDERAL

Well Number: 9H

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Waste type: DRILLING

Waste content description: Drilling fluids, produced oil and water during drilling and completion operations

Amount of waste: 6000

barrels

Waste disposal frequency: One Time Only

Safe containment description: All drilling waste will be stored safely and disposed of properly

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Waste type: GARBAGE

Waste content description: Garbage and trash produced during drilling and completion operations

Amount of waste: 500

pounds

Waste disposal frequency: One Time Only

Safe containment description: Garbage and trash produced during drilling and completion operations will be collected in a

trash container and disposed of properly at a state approved disposal facility

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Well Name: AZORES FEDERAL Well Number: 9H

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location Roll-off cutting containers

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: YES

Ancillary Facilities attachment:

COG Azores Fed 9H GCP_12-06-2016.pdf

Comments: Gas Capture Plan attached

Section 9 - Well Site Layout

Well Site Layout Diagram:

COG Azores Fed 9H Well Site Layout_12-01-2016.pdf

COG Azores Fed 9H Well Pad Size 02-13-2017.pdf

Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: NEW

Recontouring attachment:

COG Azores Fed 9H Reclamation Layout_02-13-2017.pdf

Drainage/Erosion control construction: Due to existing well locations/facilities access road and topsoil in reference to elevations, no erosion control structures are needed for this location/APD

Drainage/Erosion control reclamation: NA

Wellpad long term disturbance (acres): 2.95

Wellpad short term disturbance (acres): 3.58

Access road long term disturbance (acres): 0

Access road short term disturbance (acres): 0

Pipeline long term disturbance (acres): 0.55215794

Pipeline short term disturbance (acres): 0.55215794

Other long term disturbance (acres): 0

Other short term disturbance (acres): 0

Well Name: AZORES FEDERAL

Well Number: 9H

Total long term disturbance: 3.502158

Total short term disturbance: 4.132158

Reconstruction method: Portions of the pad not needed for production operations will be re-contoured to its original state as much as possible. The caliche that is removed will be re-used. The stockpiled topsoil will be spread out over reclaimed area and reseeded with BLM approved seed mixture

Topsoil redistribution: West 80'

Soil treatment: None

Existing Vegetation at the well pad: Native prairie grasses, some mesquite and shinnery oak

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Native prairie grasses, some mesquite and shinnery oak

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: Native prairie grasses, some mesquite and shinnery oak

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances:

Existing Vegetation Community at other disturbances attachment:

Non native seed used? NO

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed type:

Seed source:

Seed name:

Source name:

Source address:

Source phone:

Seed cultivar:

Seed use location:

PLS pounds per acre:

Proposed seeding season:

Seed Summary

Total pounds/Acre:

Seed Type

Pounds/Acre

Well Name: AZORES FEDERAL

Well Number: 9H

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name: Rand

Last Name: French

Phone: (432)254-5556

Email: rfrench@concho.com

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: NA

Weed treatment plan attachment:

Monitoring plan description: NA

Monitoring plan attachment:

Success standards: NA

Pit closure description: NA

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

Well Name: AZORES FEDERAL

Well Number: 9H

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other Information

Right of Way needed? NO

Use APD as ROW?

ROW Type(s):

ROW Applications

SUPO Additional Information:

Use a previously conducted onsite? YES

Previous Onsite information: Onsite completed 11/24/15 by Gerald Herrera (COG), Chad Young (BLM) and Harcrow Surveying

Other SUPO Attachment

COG Azores Fed 9H Flowline_12-05-2016.pdf COG Azores Fed 9H Area Map_12-05-2016.pdf



Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

PWD disturbance (acres):

Section 3 - Unlined Pits

PWD surface owner:

Injection well mineral owner:

Injection PWD discharge volume (bbl/day):

Would you like to utilize Unlined Pit PWD options? NO Produced Water Disposal (PWD) Location: PWD surface owner: PWD disturbance (acres): Unlined pit PWD on or off channel: Unlined pit PWD discharge volume (bbl/day): Unlined pit specifications: Precipitated solids disposal: Decribe precipitated solids disposal: Precipitated solids disposal permit: Unlined pit precipitated solids disposal schedule: Unlined pit precipitated solids disposal schedule attachment: Unlined pit reclamation description: Unlined pit reclamation attachment: Unlined pit Monitor description: Unlined pit Monitor attachment: Do you propose to put the produced water to beneficial use? Beneficial use user confirmation: Estimated depth of the shallowest aquifer (feet): Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected? TDS lab results: Geologic and hydrologic evidence: State authorization: Unlined Produced Water Pit Estimated percolation: Unlined pit: do you have a reclamation bond for the pit? Is the reclamation bond a rider under the BLM bond? Unlined pit bond number: Unlined pit bond amount: Additional bond information attachment: Section 4 - Injection Would you like to utilize Injection PWD options? NO Produced Water Disposal (PWD) Location:

PWD disturbance (acres):

Injection well type: Injection well name: Injection well number: Assigned injection well API number? Injection well API number: Injection well new surface disturbance (acres): Minerals protection information: Mineral protection attachment: Underground Injection Control (UIC) Permit? **UIC Permit attachment:** Section 5 - Surface Discharge Would you like to utilize Surface Discharge PWD options? NO Produced Water Disposal (PWD) Location: PWD surface owner: PWD disturbance (acres): Surface discharge PWD discharge volume (bbl/day): **Surface Discharge NPDES Permit?** Surface Discharge NPDES Permit attachment: Surface Discharge site facilities information: Surface discharge site facilities map: Section 6 - Other Would you like to utilize Other PWD options? NO Produced Water Disposal (PWD) Location: PWD surface owner: PWD disturbance (acres):

Other PWD discharge volume (bbl/day):

Have other regulatory requirements been met?

Other regulatory requirements attachment:

Other PWD type description:
Other PWD type attachment:



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB000860

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment: