

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operator Name and Address COG OPERATING LLC 550 W TEXAS MIDLAND , TX 79701		2. OGRID Number 229137
		3. API Number 30-015-38981
4. Property Code 308131	5. Property Name MYOX 29 STATE COM	6. Well No. 001H

7. Surface Location

UL - Lot M	Section 29	Township 25S	Range 28E	Lot Idn M	Feet From 330	N/S Line S	Feet From 330	E/W Line W	County EDDY
---------------	---------------	-----------------	--------------	--------------	------------------	---------------	------------------	---------------	----------------

8. Pool Information

HAY HOLLOW: BONE SPRING, NORTH	30216
--------------------------------	-------

Additional Well Information

Additional Well Information				
9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 2989
14. Multiple N	15. Proposed Depth 11300	16. Formation Bone Spring	17. Contractor	18. Spud Date 5/9/2011
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water
Pit: Linear: Synthetic <input type="checkbox"/> mls thick Clay <input type="checkbox"/> Pit Volume: bbls Drilling Method:				
Closed Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	350	350	0
Int1	12.25	9.625	36	2250	800	0
Prod	7.875	5.5	17	11300	1400	0

Casing/Cement Program: Additional Comments

Plan to drill surface hole 17 1/2" to 350' with F/W, run 13 3/8" 48# H-40 casing and cement to surface. Drill 12 1/4" hole to 2250' with brine, run 9 5/8 36# J-55 and cement to surface. Drill 7 7/8" hole to 9150', run electric logs then plug back to 6000' and drill to new BHL laterally @ a TVD of 6565', then run 5 1/2 17# P110 casing and cement to surface.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	Cameron

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines <input type="checkbox"/> a general permit <input type="checkbox"/> or an (attached) alternative OCD-approved plan <input type="checkbox"/> .		OIL CONSERVATION DIVISION	
Printed Name: Electronically filed by Diane Kuykendall		Approved By: Randy Dade	
Title: Production Reporting Mgr		Title: District Supervisor	
Email Address: dkuykendall@conchoresources.com		Approved Date: 4/29/2011 Expiration Date: 4/29/2013	
Date: 4/28/2011	Phone: 432-683-7443	Conditions of Approval Attached	

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(505) 393-6161 Fax:(505) 393-0720

District II
1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720

District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-102
Permit 130890

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-38981	2. Pool Code 30216	3. Pool Name HAY HOLLOW;BONE SPRING, NORTH
4. Property Code 308131	5. Property Name MYOX 29 STATE COM	6. Well No. 001H
7. OGRID No. 229137	8. Operator Name COG OPERATING LLC	9. Elevation 2989

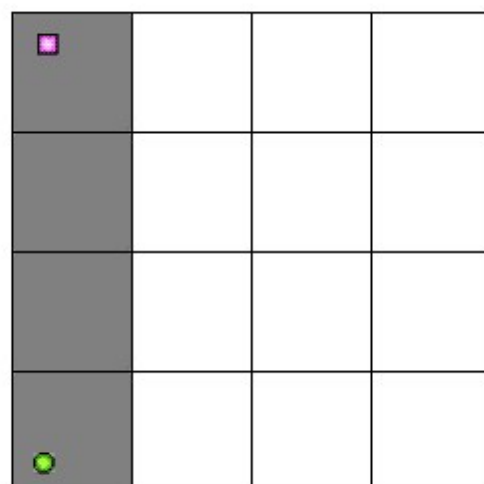
10. Surface Location

UL - Lot M	Section 29	Township 25S	Range 28E	Lot Idn	Feet From 330	N/S Line S	Feet From 330	E/W Line W	County EDDY
---------------	---------------	-----------------	--------------	---------	------------------	---------------	------------------	---------------	----------------

11. Bottom Hole Location If Different From Surface

UL - Lot D	Section 29	Township 25S	Range 28E	Lot Idn D	Feet From 330	N/S Line N	Feet From 380	E/W Line W	County EDDY
12. Dedicated Acres 160.00		13. Joint or Infill		14. Consolidation Code		15. Order No.			

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



OPERATOR CERTIFICATION

I hereby certify that the information contained 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(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Diane Kuykendall
Title: Production Reporting Mgr
Date: 4/28/2011

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.

Surveyed By: Filmon Jaramillo
Date of Survey: 4/12/2011
Certificate Number: 12797

Permit Comments

Operator: COG OPERATING LLC , 229137

Well: MYOX 29 STATE COM #001H

API: 30-015-38981

Created By	Comment	Comment Date
krabinson2	COG Operating has conducted a review to determine if an H2S contingency plan is required for the above referenced well. We were able to conclude that any potential hazardous volume would be minimal. H2S concentrations of wells in this area from surface to TD are low enough; therefore we do not believe that an H2S Contingency Plan would be necessary.	4/28/2011
Artesia	Land S/S	4/29/2011

Permit Conditions of Approval

Operator: COG OPERATING LLC , 229137

Well: MYOX 29 STATE COM #001H

API: 30-015-38981

OCD Reviewer	Condition
Artesia	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string