<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 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-101 August 1, 2011

Permit 120424

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

1. Operator	Name and Address	2. OGRID Number	
	RATING LLC V TEXAS	229137	
	ND, TX 79701	3. API Number	
0.000.000.00		30-025-40511	
4. Property Code	5. Property Name	6. Well No.	
37687	TAYLOR D		

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
J	9	17S	32E	J	1650	S	2310	E	LEA

8. Pool Information

MALJAMAR; YESO, WEST 44500

Additional Well Information

9. Work Type New Well	Maria 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		11. Cable/Rotary	12. Lesse Type State	13. Ground Level Elevation 4076	
14. Multiple 15. Proposed Depth N 7100		7.7	16. Formation 17. Contractor Yeso Formation		18. Spud Date 6/30/2012	
Depth to Ground water 110		Distance from nearest fresh water > 1000	Distance to nearest surface water > 1000			

19. Proposed Casing and Cement Program

		-	- I I I oposeu eusing	una comentari	B	
Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	800	650	0
Int1	11	8.625	32	2150	650	0
Prod	7.875	5.5	17	7100	900	0

Casing/Cement Program: Additional Comments

COG proposes to drill a 17-1/2" hole to 800' w/fr wtr mud system, wt 8.5, vis 28, set 13-3/8" casing & cement to surface. Drill an 11" hole to 2150' w/br mud system, wt 10, vis 30. Set 8-5/8" casing & cement to surface. Drill 7-7/8" hole to 7100' w/cut brine mud system, wt 9.1, vis 29-32. Test Yeso formation. Run 5-1/2" casing & cement to surface. Note: On production string, a caliper will be run, COG will attempt to circulate cement.

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
DoubleRam	2000	2000	

I hereby certify that the information given of my knowledge and belief. I further certify that the drilling pit wil	Ann 27 (22)	OIL CONSERVATION DIVISION				
NMOCD guidelines X, a general permi OCD-approved plan		Approved By: Paul Kautz				
Printed Name: Electronically filed	by Diane Kuykendall	Title: Geologist				
Title: Production Reporting Mgr		Approved Date: 4/4/2012	Expiration Date: 4/4/2014			
Email Address: dkuykendall@cond	horesources.com					
Date: 4/3/2012	hone: 432-683-7443	Conditions of Approval Attached				

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Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-102 August 1, 2011

Permit 120424

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-40511	2. Pool Code 44500	3. Pool Name MALJAMAR;YESO, WEST
4. Property Code 37687	5. Property: TAYLOI	
7. OGRID No.	8. Operator	Name 9. Elevation
229137	COG OPERAT	ING LLC 4076

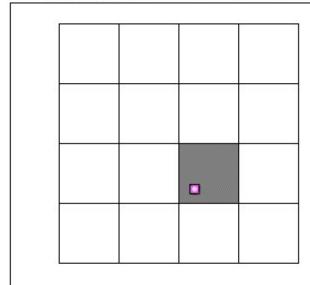
10. Surface Location

	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
1	J	9	17S	32E		1650	S	2310	E	LEA

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot	Idn	Feet From	N/S Lin	ie Feet From	E/W Line	County
Vientings.	cated Acres	13. 3	oint 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: 4/3/2012

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: Ronald Eidson Date of Survey: 3/3/2012 Certificate Number: 3239

Permit Comments

Operator: COG OPERATING LLC , 229137 Well: TAYLOR D #001

API: 30-025-40511

Created By	Comment	Comment Date
rodom	H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required.	9/16/2010
pkautz	Land p/P	4/4/2012
CHERRERA	OCD RECIEVED FORM C144 CLEZ. OCD PERMIT # P1-04394.	4/4/2012

Permit Conditions of Approval

Operator: COG OPERATING LLC , 229137 Well: TAYLOR D #001

API: 30-025-40511

OCD Reviewer	Condition
pkautz	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