District I

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

Phone:(575) 748-1283 Fax:(575) 748-972 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>

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 157615

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

1. Operator	Name and Address	2. OGRID Number	
COG PRO	217955		
	550 W. Texas Avenue, Suite 100 Midland, TX 79701	3. API Number	
Ividia	io, 11/9/01	30-025-40855	
4. Property Code	5. Property Name	6. Weti No.	
39538	BEBIDAS STATE	002H	

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	16	238	33E	N	392	S	1887	W	LEA

8. Proposed Bottom Hole Location

		507							504
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
C	16	238	33E	С	330	N	1887	W	Lea

9. Pool Information

Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lesse Type State	15. Ground Level Elevation 3715
16. Multiple N	17. Proposed Depth	18. Formation 2nd Bone Spring Sand	19. Contractor	20. Spud Date 11/14/2012
Depth to Ground	water	Distance from nearest fresh water w	ret1	Distance to nearest surface water

21. 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	54	1300	900	
Int1	12.25	9.625	36	5050	1100	
Prod	7.875	5.5	17	15474	2200	4850

Casing/Cement Program: Additional Comments

Plan to drill a 17-1/2" hole to 1300° with Fresh Water. Run 13-3/8", 54.5#, J-55 csg and cmt to surface. Drill 12-1/4" hole to 5050° with Brine, and run 9-5/8", 36#/40#, J55 and cement to surface. Drill 7-7/8" vertical, curve and lateral with cut brine to approx 15,452° MD. Run 5-1/2", 17#, P-110 csg and cement to 4850° in 1 stage.

22. Proposed Blowout Prevention Program

			2.0
Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	Cameron

best of my knowledge and beli		OIL CONSER	VATION DIVISION				
I further certify I have comp 19.15.14.9 (B) NMAC ⊠, if :	olied with 19.15.14.9 (A) NMAC 🛮 and/or applicable.	Approved By: ELIDIO GON	Approved By: ELIDIO GONZALES				
Signature:							
Printed Name: Electronic	ally filed by DIANE KUYKENDALI	. Title: HOBBS STAFF MAN	Title: HOBBS STAFF MANAGER				
Title: Production Reports	ing Manager	Approved Date: 11/8/2012	Expiration Date: 11/8/2014				
Email Address: dkuykend	dall@concho.com						
Date: 11/7/2012	Phone: 432-685-4372	Conditions of Approval Atta	iched				

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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 157615

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-40855	2. Pool Code 14865	3. Pool Name CRUZ;BONE SPRING		
4. Property Code 39538	5. Property Nar BEBIDAS STA			
7. OGRID No.	8. Operator Nar	ne 9. Elevation		
217955	COG PRODUCTION	N. LLC 3715		

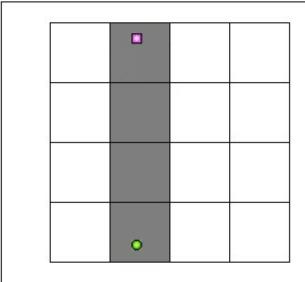
10. Surface Location

			A					3.		75.
Ĭ	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
5	N	16	238	33E		392	S	1887	W	LEA

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
С	16	23\$	33E	С	330	N	1887	W	LEA
	cated Acres	13. J	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 Manager

Date: 11/7/2012

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: Jeffrey Hudson Date of Survey: 7/2/2012 Certificate Number: 20559

Permit Comments

Operator: COG PRODUCTION, LLC , 217955 Well: BEBIDAS STATE #002H

API: 30-025-40855

Created By	Comment	Comment Date
matyereyes	OIL: 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.	11/7/2012
CHERRERA	OCD RECIEVED FORM C144 CLEZ. OCD PERMIT # P1-05420	11/8/2012

Permit Conditions of Approval

Operator: COG PRODUCTION, LLC , 217955 Well: BEBIDAS STATE #002H

API: 30-025-40855

OCD Reviewer	Condition
CHERRERA	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
CHERRERA	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines