District I 1825 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 139261

Manufacturer

	ne and Address OPERATING L	LC					2. 00	SRID Number 229137	
	Concho Center and, TX 79701						3. AF	Number 30-015-4166	6
4. Property Coo 389			5. Property Name SHERMAN "A	4" FEE			6. We	ell No. 006H	
				7. Su	Irface Location				
JL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	4	198	3 26E	N	150	S	2260	W	Eddy
				8. Proposed	Bottom Hole Loca	tion			
JL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
C	4	198	3 26E	C	330	N	2260	W	Eddy

Additional Well Information							
11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type Private	15. Ground Level Elevation 3348			
16. Multiple 17. Proposed Depth N 7630		18. Formation Yeso Formation					
Depth to Ground water 110		Distance from nearest fresh water well > 1000	·	Distance to nearest surface water > 1000			

We will be using a closed-loop system in lieu of lined pits

Type

Double Ram

9/16/2013

Date:

21. Proposed Casing and Cement Program

					e	12
Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	11	8.625	32	1200	700	0
Prod	7.875	5.5	17	7630	800	0

Casing/Cement Program: Additional Comments

COG proposes to drill an 11" hole to 1200' w/fresh water, run 8-5/8" 32# J-55 and cement to surface. Drill a 7-7/8" hole to 2556' MD and kick off and drill curve to 3075' TVD 3377' MD. Drill a 7-7/8" lateral to new BHL @ 3038' TVD 7630' MD. Run a 5 1/2" 17# L-80 casing to TD cement to surface with 800 sacks.

22. Proposed Blowout Prevention Program

Test Pressure

2000

Conditions of Approval Attached

Working Pressure

2000

Phone: 432-683-7443

knowledge and	I have complied with 19.15.14.9 (A) NMAC ⊠ and/or 19.15.14.9 (B) NMAC		OIL CONSER	RVATION 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:	9/17/2013	Expiration Date: 9/17/2015

District I

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

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-102 August 1, 2011

Permit 139261

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name					
30-015-41666	3250	ATOKA;GLORIETA-YESO					
4. Property Code	5. Property Name	6. Well No.					
38909	SHERMAN "4" FEE	006H					
7. OGRID No.	8. Operator Name	9. Elevation					
229137	COG OPERATING LLC	3348					

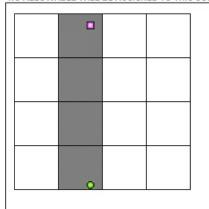
10. Surface Location

				IV. Juliuc	C LOCUIIOII				
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	4	198	26E		150	S	2260	W	Eddy

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	4	198	26E	3	330	N	2260	W	Eddy
12. Dedicated Acr			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: 9/16/2013

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: 11/20/2012
Certificate Number: 3239

Form APD Comments

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-8161 Fax:(575) 393-0720

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

Permit 139261

PERMIT COMMENTS

Operator Name and Address:	API Number:
COG OPERATING LLC [229137]	30-015-41666
One Concho Center	Well:
Midland, TX 79701	SHERMAN "4" FEE #006H

Created By	Comment	Comment Date
kholly1	H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required.	10/27/2011
kholly1	COG Operating LLC respectfully requests permission to drill this well with a closed loop system.	9/12/2013

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

Permit 139261

Form APD Conditions

PERMIT CONDITIONS OF APPROVAL

	CONTRACTOR AND ADDRESS OF THE PARTY OF THE P
Operator Name and Address:	API Number:
COG OPERATING LLC [229137]	30-015-41666
One Concho Center	Well:
Midland, TX 79701	SHERMAN "4" FEE #006H

OCD Reviewer Condition