

**District I**  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(575) 393-8161 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) 334-8178 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 201497

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

1. Operator Name and Address COG OPERATING LLC One Concho Center Midland, TX 79701		2. OGRID Number 229137
4. Property Code 40339		3. API Number 30-015-42989
5. Property Name Craig State		6. Well No. 012H

**7. Surface Location**

UL - Lot	D	Section	36	Township	25S	Range	26E	Lot Idn	Feet From	210	N/S Line	N	Feet From	900	E/W Line	W	County	Eddy
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**8. Proposed Bottom Hole Location**

UL - Lot	M	Section	36	Township	25S	Range	26E	Lot Idn	M	Feet From	330	N/S Line	S	Feet From	660	E/W Line	W	County	Eddy
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**9. Pool Information**

WC-015 G-03 S252636M;BONE SPRING	97818
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**Additional Well Information**

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3245
16. Multiple N	17. Proposed Depth 12341	18. Formation Bone Spring	19. Contractor	20. Spud Date 3/24/2015
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

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

**21. Proposed Casing and Cement Program**

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	300	250	
Int1	12.25	9.625	36	1930	525	
Prod	8.75	5.5	17	12341	2150	1730

**Casing/Cement Program: Additional Comments**

Plan to drill a 17-1/2" hole to 300' with Fresh Water. Run 13-3/8", 48#, J-55 csg and cmt to surface. Drill 12-1/4" hole to 1930' with Brine, and run 9-5/8", 36# J55 and cement to surface. Drill 8-3/4" vertical & curve. Drill 8-3/4" lateral with cut brine to approximately 12,341' MD. Run 5-1/2", 17#, P-110 csg and cement to 1730'.

**22. Proposed Blowout Prevention Program**

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	3000	3000	Horn

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC <input checked="" type="checkbox"/> and/or 19.15.14.9 (B) NMAC <input checked="" type="checkbox"/> if applicable.  Signature:	<b>OIL CONSERVATION DIVISION</b>
Printed Name: Electronically filed by Diane Kuykendall	Approved By: Randy Dade
Title: Regulatory Analyst	Title: District Supervisor
Email Address: dkuykendall@conchoresources.com	Approved Date: 3/17/2015      Expiration Date: 3/17/2017
Date: 3/17/2015      Phone:	Conditions of Approval Attached

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Form C-102  
August 1, 2011  
Permit 201497

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

1. API Number 30-015-42989	2. Pool Code 97818	3. Pool Name WC-015 G-03 S252636M;BONE SPRING
4. Property Code 40339	5. Property Name Craig State	6. Well No. 012H
7. OGRID No. 229137	8. Operator Name COG OPERATING LLC	9. Elevation 3245

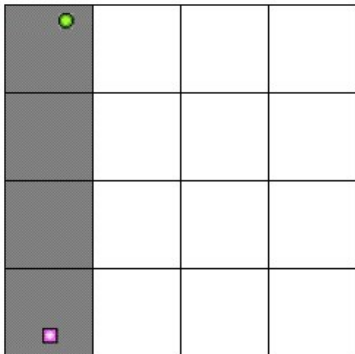
**10. Surface Location**

UL - Lot D	Section 36	Township 25S	Range 26E	Lot Idn	Feet From 210	N/S Line N	Feet From 900	E/W Line W	County Eddy
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**11. Bottom Hole Location If Different From Surface**

UL - Lot M	Section 36	Township 25S	Range 26E	Lot Idn	Feet From 330	N/S Line S	Feet From 660	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**

	<p style="text-align: center;"><b>OPERATOR CERTIFICATION</b></p> <p><i>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.</i></p> <p>E-Signed By: Diane Kuykendall Title: Regulatory Analyst Date: 3/17/2015</p> <hr/> <p style="text-align: center;"><b>SURVEYOR CERTIFICATION</b></p> <p><i>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.</i></p> <p>Surveyed By: Chad Harcrow Date of Survey: 2/10/2015 Certificate Number: 17777</p>
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**Santa Fe, NM 87505**

Form APD Comments

Permit 201497

**PERMIT COMMENTS**

Operator Name and Address: COG OPERATING LLC [229137] One Concho Center Midland, TX 79701		API Number: 30-015-42989
		Well: Craig State #012H
Created By	Comment	Comment Date
mreyes1	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.	3/17/2015

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Form APD Conditions

Permit 201497

**PERMIT CONDITIONS OF APPROVAL**

Operator Name and Address: COG OPERATING LLC [229137] One Concho Center Midland, TX 79701	API Number: 30-015-42989
	Well: Craig State #012H

OCD Reviewer	Condition
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