

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
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 210581

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
		3. API Number 30-015-43400
4. Property Code 38909	5. Property Name SHERMAN 4 FEE	6. Well No. 007H

7. Surface Location

UL - Lot B	Section 9	Township 19S	Range 26E	Lot Idn	Feet From 176	N/S Line N	Feet From 1728	E/W Line E	County Eddy
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8. Proposed Bottom Hole Location

UL - Lot B	Section 4	Township 19S	Range 26E	Lot Idn 2	Feet From 330	N/S Line N	Feet From 1650	E/W Line E	County Eddy
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9. Pool Information

ATOKA;GLORIETA-YESO	3250
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Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type Private	15. Ground Level Elevation 3343
16. Multiple N	17. Proposed Depth 7964	18. Formation Yeso Formation	19. Contractor	20. Spud Date 12/30/2015
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	11	8.625	32	1200	700	0
Prod	7.875	5.5	17	7964	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 3080' TVD 3382' MD. Drill a 7 7/8" lateral to new BHL @ 3040' TVD 7964' MD. Run a 5 1/2" 17# L-80 casing to TD cement to surface with 800 sacks.

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	2000	2000	

<p>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.</p> <p>Signature:</p> <p>Printed Name: Electronically filed by Diane Kuykendall</p> <p>Title: Production Reporting Mgr</p> <p>Email Address: production@concho.com</p> <p>Date: 9/29/2015</p>	<p>OIL CONSERVATION DIVISION</p> <p>Approved By: Randy Dade</p> <p>Title: District Supervisor</p> <p>Approved Date: 9/30/2015</p> <p>Expiration Date: 9/30/2017</p> <p>Conditions of Approval Attached</p>
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**State of New Mexico
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 Oil Conservation Division
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 Santa Fe, NM 87505**

Form C-102
 August 1, 2011
 Permit 210581

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-43400	2. Pool Code 3250	3. Pool Name ATOKA;GLORIETA-YESO
4. Property Code 38909	5. Property Name SHERMAN 4 FEE	6. Well No. 007H
7. OGRID No. 229137	8. Operator Name COG OPERATING LLC	9. Elevation 3343

10. Surface Location

UL - Lot B	Section 9	Township 19S	Range 26E	Lot Idn	Feet From 176	N/S Line N	Feet From 1728	E/W Line E	County Eddy
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11. Bottom Hole Location If Different From Surface

UL - Lot B	Section 4	Township 19S	Range 26E	Lot Idn 2	Feet From 330	N/S Line N	Feet From 1650	E/W Line E	County Eddy
12. Dedicated Acres 159.04			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>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>	
	E-Signed By:	Diane Kuykendall
	Title:	Production Reporting Mgr
Date:	9/29/2015	
	SURVEYOR CERTIFICATION	
<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>		
Surveyed By:	Ronald Eidson	
Date of Survey:	6/22/2015	
Certificate Number:	3239	

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Form APD Comments

Permit 210581

PERMIT COMMENTS

Operator Name and Address: COG OPERATING LLC [229137] One Concho Center Midland, TX 79701		API Number: 30-015-43400
		Well: SHERMAN 4 FEE #007H
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.	9/29/2015

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Form APD Conditions

Permit 210581

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address: COG OPERATING LLC [229137] One Concho Center Midland, TX 79701	API Number: 30-015-43400
	Well: SHERMAN 4 FEE #007H
OCD Reviewer	Condition