2/18/2014

PRG

BOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505

ADMINISTRATIVE APPLICATION CHECKLIST

7	THIS CHECKLIST IS I	MANDATORY FOR ALL ADMINISTRATIVE APPLICAT WHICH REQUIRE PROCESSING AT TH		LES AND REGULATIONS
Appli	[DHC-Dov [PC-P	ns: andard Location] [NSP-Non-Standard Pi vnhole Commingling] [CTB-Lease Cor ool Commingling] [OLS - Off-Lease St	roration Unit] [SD-Simultaneous mmingling] [PLC-Pool/Lease C torage] [OLM-Off-Lease Measi Pressure Maintenance Expansion -Injection Pressure Increase]	ommingling] irement] n]
[1]	TYPE OF A	PPLICATION - Check Those Which App Location - Spacing Unit - Simultaneous NSL NSP SD	oly for I A I	-5UD COG-operAting 2.29137
	Checi [B]	k One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC	PC OLS OLM	Well -Pine Springs 2 State Swatts 30-015-Pendina
	[C]	Injection - Disposal - Pressure Increase WFX PMX SWD	- Enhanced Oil Recovery IPI EOR PPR	30-015-Pendina
	[D]	Other: Specify		-Sup' Devonia
[2]	NOTIFICAT [A]	ION REQUIRED TO: - Check Those W Working, Royalty or Overriding R	Thich Apply, or Does Not Apply Coyalty Interest Owners	Poul -Sud' Devonia SILURIAN 97869
	[B]	Offset Operators, Leaseholders or	Surface Owner	
	[C]	Application is One Which Require	es Published Legal Notice	
	[D]	Notification and/or Concurrent Ap U.S. Bureau of Land Management - Commission		
	[E]	For all of the above, Proof of Noti	fication or Publication is Attached	and/or,
	[F]	Waivers are Attached		
[3]		CURATE AND COMPLETE INFORM ON INDICATED ABOVE.	MATION REQUIRED TO PRO	CESS THE TYPE OF
	val is accurate a	TION: I hereby certify that the information of complete to the best of my knowledge quired information and notifications are su	. I also understand that no action	
	Note	: Statement must be completed by an individua	I with managerial and/or supervisory ca	pacity.
_BRIAN	N COLLINS	Phi halle	SENIOR OPERATIONS ENC	13 Feb 2019 Date
	r Type Name	Signature	Title	Date
			bcollins@concho.com	

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Revised June 10, 2003

APPLICATION FOR AUTHORIZATION TO INJECT

I.	PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? X Yes No
II.	OPERATOR: COG OPERATING LLC
	ADDRESS: 2208 W. Main Street, ARTESIA, NM 88210
	CONTACT PARTY: BRIAN COLLINS PHONE: 575-748-6940 .
III.	WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.
IV.	Is this an expansion of an existing project? Yes X No If yes, give the Division order number authorizing the project:
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
VII.	Attach data on the proposed operation, including:
	 Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
*VIII	Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
IX.	Describe the proposed stimulation program, if any.
*X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
*XI.	Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
XIII.	Applicants must complete the "Proof of Notice" section on the reverse side of this form.
XIV.	Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
	NAME: BRIAN COLLINS TITLE: Senior Operations Engineer .
	SIGNATURE: DATE: 13 Feb 2014
	E-MAIL ADDRESS: bcollins@concho.com
•	If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:

C-108 Application for Authorization to Inject PINE SPRINGS 2 STATE SWD 1 2500' FSL, 2500' FWL Unit K, Sec 2, T26S, R25E Eddy County, NM

COG Operating, LLC, proposes to drill the captioned well to dispose of produced water into the Devonian-Silurian-Ordovician from approximately 12450' to 14000'.

- V. Map is attached.
- VI. No wells within the ½ mile radius area of review penetrate the proposed injection zone.
- VII. 1. Proposed average daily injection rate = 7000 BWPD Proposed maximum daily injection rate = 20,000 BWPD
 - 2. Closed system
 - 3. Proposed maximum injection pressure = 2490 psi (0.2 psi/ft. x 12450' ft.)
 - 4. Source of injected water will be Delaware Sand, Bone Spring and Wolfcamp produced water. No compatibility problems are expected (we've seen no compatibility issues in a Devonian SWD located in Sec.16-26s-28e that takes the same produced water as the proposed SWD well). Analyses of Delaware, Bone Spring and Wolfcamp waters are attached. There are no Devonian-Silurian-Ordovician receiving formation water analyses available in this area.
- VIII. The injection zone is the Devonian-Silurian-Ordovician from 12450' to 14000'. The proposed injection formation is composed of limestone and porous dolomite. Any underground water sources will be shallower than 150' based on Office of State Engineer website.
 - IX. The Devonian-Silurian-Ordovician injection interval will be acidized with approximately 40,000 gals of 20% HCl acid.
 - X. Well logs if run, will be filed with the Division. There are no nearby well logs available for the Devonian-Silurian-Ordovician section.
 - XI. There are no fresh water wells within a mile or the proposed SWD well.
- XII. After examining the available geologic and engineering data, no evidence was found of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
- XIII. Proof of Notice is attached.

III.

WELL DATA

(Perforated of Open Hole; Indicate which)

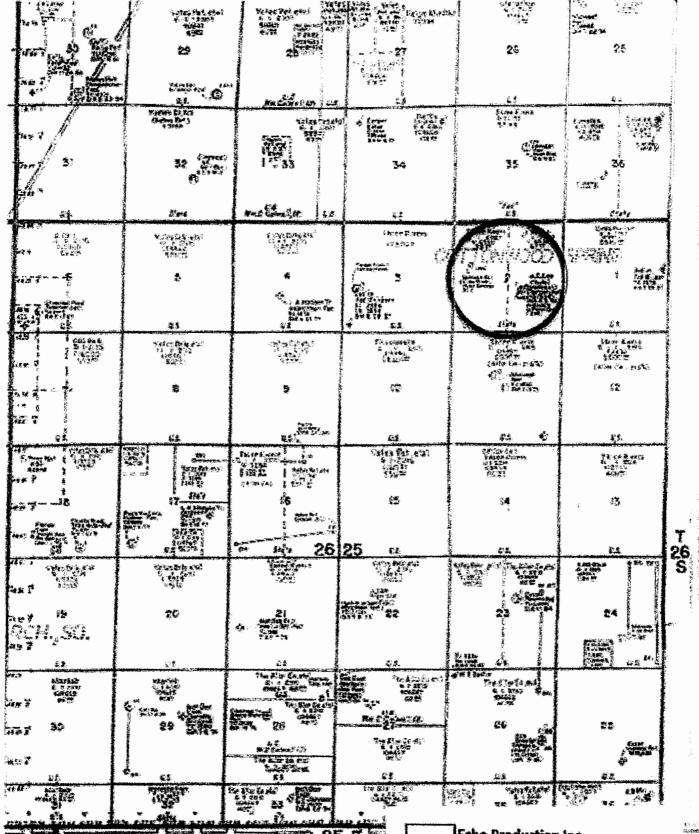
INJECTION WELL DATA SHEET

Γub	ing Size: 41/2" Lining Material: Glassbore / Duoline 20								
Тур	e of Packer: Nickel plated 10K retrievable double grip								
Pac	ker Setting Depth: ± 12400'								
Oth	Other Type of Tubing/Casing Seal (if applicable):								
	Additional Data								
1.	Is this a new well drilled for injection? YesYesNo								
	If no, for what purpose was the well originally drilled? \$\\ \frac{\xi}{695} \\	_							
		_							
2.	Name of the Injection Formation: Devonian - Silvian - Ordovician	_							
3.	Name of Field or Pool (if applicable): Cotton wood Spring								
4.	Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. Yes - See								
	wellbore schematic								
5.	Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area:								
	Underlying: None								
	Overlying: Bone Spring 5580-8300'+ WolFeamo 8500-9600'+								
	Upper Pinn 9800-10250'+ Morrow 11350-11675'+								

Pine Springs Z Strate SWD & 2500 FSL, 2500 FWL 30-015-K.Z-269.25e Eddy NM 26" / / E ± 200' ±600 CF Cmof. 17/2" TOC 1200' Design / e ± 1700' + 2300 CFCml 133/8"/ 12/1/1 Proposed Well Bore Schematic 41/2" In Tho. 95/8"/ @ = 8500 ' = 3400 CF Cmt 274" Inj Pkr ± 12400' Liner ±8200'-12450' ±950 CFCM Devenian Silvrian Ordovician OH Inj. Interval ± 12450 ' - ± 14000 ' ±14,000°

V.

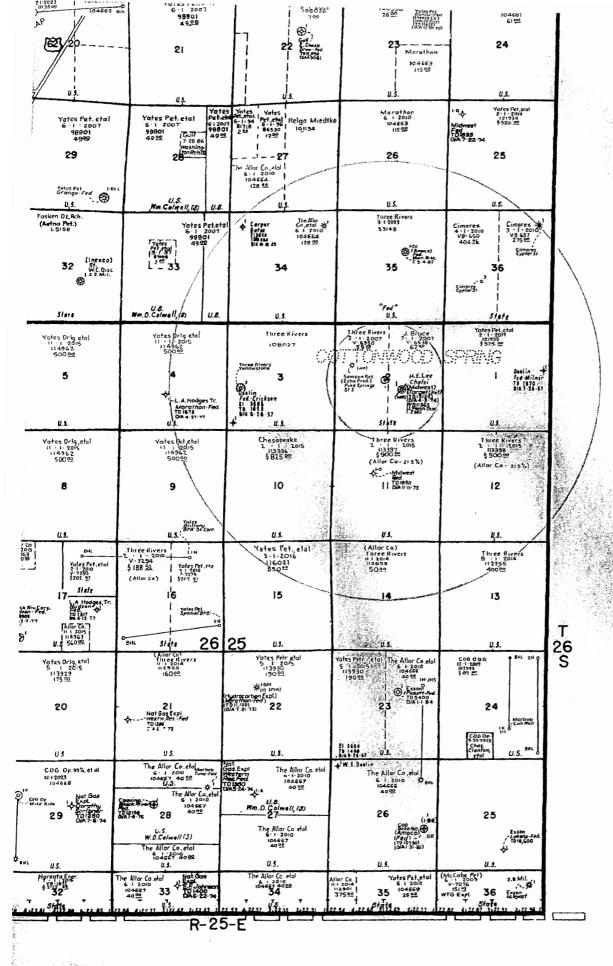
MAP



Pine Springs 2 State SWD No.1 2500' FSL, 2500' FWL Unit K, Section 2, T26S, R25E Eddy County, NM

* Concho Operating, LLC purchased Three Rivers Operating properties in 2012. Echo Production Inc. 616 5th St. Graham, TX 76450

Three Rivers Operating Co. LLC 1122 S. Capital of TX Hwy. Suite 325 Austin, TX 78746



Ownership Map

West-Part-Of.

VII.

Water Analysis Produced and Receiving Formation Water

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NATER SAMPLE	S REPRESENTATIVE OF V	VATER BEING INJE	CTED INTO THE	PROPOSEI	SWD WELL		-					P
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Lab Test #	Lease	Location	Salesman	Date Out	Sample Date	Specific Gravity	Ionic Strength	TDS	pН	conductivity	Ca (mg/L)	Mg (mg/L)
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Bone Spring				: 	/ 		general laboratory of the control of			Service of the contraction of the con-	•	
Lab Test #	Lease	Location	Salesman	Date Out	Sample Date	Specific Gravity	Ionic Strength	TDS	рΗ	conductivity	Ca (mg/L)	Mg (mg/L
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Wolfcamp										: 	· •	
Lab Test #	Lease	Location	Salesman	Date Out	Sample Date	Specific Gravity	Ionic Strength	TDS	рΗ	conductivity	Ca (mg/L)	Mg (mg/L
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TH (CaCO3)	Na (mg/L)	K (mg/L)	Zn (mg/L)	Fe (mg/L)	Ba (mg/L)	Sr (mg/L)	Mn (mg/L)	Resistivity	HC03 (mg/L)	CO3 (mg/L)	OH (mg/L)	SO4 (mg/L)	CI (mg/L)	CO2 (mg/L)	H2S (mg/L)
83379.63	62970.16				1.64	905.03	9.33		73.00	0.00			161300.00		0.00
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TH (CaCO3)	Na (mg/L)	K (mg/L)	Zn (mg/L)	Fe (mg/L)	Ba (mg/L)	Sr (mg/L)	Mn (mg/L)	Resistivity	HCO3 (mg/L)	CO3 (mg/L)	OH (mg/L)	SO4 (mg/L)	CI (mg/L)	CO2 (mg/L)	H2S (mg/L)
13352.51	28320.32		0,00	17.85	1.77	707,79	0.00		220,00	0.00		950.00	54600.00	60.00	0.00

XI.

Fresh Water Sample Analyses



New Mexico Office of the State Engineer

Active & Inactive Points of Diversion

(with Ownership Information)

(R=POD has been replaced

and no longer serves this file, (quarters are 1=NW 2=NE 3=SW 4=SE)

C=the file is closed)

(quarters are smallest to largest) (NAD83 UTM in meters)

File Nor	:Sub basin Use Divers	ion: Owner	County POD	Number	Code Grant	्वः वः वः Source: 6416 4: Se	Tws Rng	× Y
13783	STK	3 JOHN W. AND ANNE V. DUTTON	ED SD C	3783	Imile away	4 4 4 36	25S 25E	562110 3549490*

ord Count: 1

PLSS Search:

Section(s): 34, 35, 36

Township: 25S

(acre ft per annum)

Range: 25E

Sorted by: File Number

I location was derived from PLSS - see Help



New Mexico Office of the State Engineer Water Column/Average Depth to Water

No records found.

PLSS Search:

Section(s): 34, 35, 36

Township: 25S

Range: 25E



New Mexico Office of the State Engineer

Active & Inactive Points of Diversion

(with Ownership Information)

No PODs found.

PLSS Search:

Section(s): 1, 2, 3

Township: 26S

Range: 25E

data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, bility, usability, or suitability for any particular purpose of the data.

3/14 1:47 PM Page 1 of 1

ACTIVE & INACTIVE POINTS OF DIVERSION



New Mexico Office of the State Engineer Water Column/Average Depth to Water

NIA.	reco	rde t	fali	nd
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PLSS Search:

Section(s): 1, 2, 3

Township: 26S

Range: 25E



New Mexico Office of the State Engineer

Active & Inactive Points of Diversion

(with Ownership Information)

(R=POD has been replaced

and no longer serves this file, (quarters are 1=NW 2=NE 3=SW 4=SE)

C=the file is closed)

(quarters are smallest to largest) (NAD83 UTM in meters)

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Sub File Nor basin Use	Diversion Owner	County POD Number	Code Grant	qqq Source 6416.4 Sec Tws Rng	Ż Y
366 CUB PLS	3 GUARANTY TITLE	ED <u>C 02366</u>	> Imile away	4 4 12 26S 25E	562027 3546345*
321 C STK	3 GARY LOVELADY	ED <u>C 03321</u>	DryHole	Shallow 4 1 1 11 26S 25E	559375 3547431

ord Count: 2

PLSS Search:

Section(s): 10, 11, 12

Township: 26S

(acre ft per annum)

Range: 25E

Sorted by: File Number

Il location was derived from PLSS - see Help

data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, bility, usability, or suitability for any particular purpose of the data.



New Mexico Office of the State Engineer Water Column/Average Depth to Water

(A CLW#### in the POD suffix indicates the POD has been replaced & no longer serves a water right file.)

(R=POD has been replaced,

O=orphaned, C=the file is

closed)

(quarters are 1=NW 2=NE 3=SW 4=SE)

(quarters are smallest to largest) (NAD83 UTM in meters)

(In feet)

POD Number Co	POD Sub- ode basin	Count	Q y 64	Q Ç	Sec	Tws	Řng		y	Depth Well	Depth Water	Water Column
<u>C 02366</u>	CUB	ED	4	4 4	12	26S	25E	562027	3546345* 🔃		150	-70
C 03321	С	ED	4	1 1	11	26S	25E	559375	3547431 🥃	150	23	127

Average Depth to Water: 86 feet

> Minimum Depth: 23 feet

Maximum Depth: 150 feet

Record Count: 2

PLSS Search:

Section(s): 10, 11, 12

Township: 26S

Range: 25E

*UTM location was derived from PLSS - see Help

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data



New Mexico Oil Conservation Division Attn: Phillip Goetze 1220 South St. Francis Drive Santa Fe, NM 87505

RE:

Application For Authorization To Inject Pine Springs 2 State SWD #1

Township 26 South, Range 25 East, N.M.P.M.

Section 2: 2500' FSL & 2500' FWL

Eddy County, New Mexico

Dear Mr. Goetze:

COG Operating LLC respectfully requests administrative approval for authorization to inject for the referenced well. Attached, for your review, is a copy of the C-108 application. Once we receive the newspaper publication and all certified return receipts, I will send you a copy.

Please do not hesitate to contact me at (575) 748-6940 should you have any questions.

Sincerely,

Brian Collins

Senior Operations Engineer

BC/sw Enclosures



Oil Conservation Division Attn: Richard Inge 811 South 1st St. Artesia, NM 88210

RE:

Application For Authorization To Inject
Pine Springs 2 State SWD #1
Township 26 South, Range 25 East, N.M.P.M.
Section 2: 2500' FSL & 2500' FWL
Eddy County, New Mexico

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Please do not hesitate to contact me at (575) 748-6940 should you have any questions.

Sincerely,

Brian Collins

Senior Operations Engineer

BC/sw Enclosures



New Mexico State Land Office 310 Old Santa Fe Trail, Santa Fe, NM 87501

RE: Application For Authorization To Inject

Pine Springs 2 State SWD #1

Township 26 South, Range 25 East, N.M.P.M.

Section 2: 2500' FSL & 2500' FWL

Eddy County, New Mexico

To Whom It May Concern:

Enclosed for your review is a copy of COG Operating LLC's C-108 Application to Inject for the above referenced well. We plan to drill this well for SWD service if our C-108 is approved. As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as an operator or surface owner. Any objections must be submitted in writing to NMOCD, 1220 S. St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within fifteen (15) days of receipt of this letter.

This well will not be a commercial SWD well. Please do not hesitate to contact us at 575-748-6940 should you have any questions.

Sincerely,

Brian Collins

Senior Operations Engineer

BC/bg Enclosures



Echo Production Inc. 616 5th St. Graham, TX 76450

RE:

Application For Authorization To Inject
Pine Springs 2 State SWD #1
Township 26 South, Range 25 East, N.M.P.M.
Section 2: 2500' FSL & 2500' FWL
Eddy County, New Mexico

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Please do not hesitate to contact us at 575-748-6940 should you have any questions.

Sincerely,

Brian Collins

Senior Operations Engineer

little.

BC/sw Enclosures



Artesia Daily Press P. O. Box 190 Artesia, NM 88211-0190

Re: Legal Notice

Salt Water Disposal Well Pine Springs 2 State SWD #1

mu.

To Whom It May Concern:

Enclosed is a legal notice regarding New Mexico Oil Conservation Division C-108 Application for Authorization to Inject for a salt water disposal well.

Please run this notice and return the proof of notice to the undersigned at:

COG Operating LLC, 2208 W. Main St., Artesia, NM 88210

Sincerely,

Brian Collins

Senior Operations Engineer

BC/sw Enclosures

ARTESIA DAILY PRESS LEGAL NOTICES

COG Operating LLC, 2208 W. Main Street, Artesia, NM 88210 has filed Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for a salt water disposal well. The proposed well, the Pine Springs 2 State SWD No. 1 is located 2500' FSL & 2500' FWL, Section 2, Township 26 South, Range 25 East, Eddy County, New Mexico. Disposal water will be sourced from area wells producing from the Delaware, Bone Spring and Wolfcamp formations. The disposal water will be injected into the Devonian-Silurian-Ordovician formation at a depth of 12450' to 14000' at a maximum surface pressure of 2490 psi and a maximum rate of 20,000 BWPD. The proposed SWD well is located approximately 7 miles south of White's City. Any interested party who has an objection to this must give notice in writing to the Oil Conservation Division, 1220 S. St. Francis Drive, Santa Fe, New Mexico 87505, within fifteen (15) days of this notice. Any interested party with questions or comments may contact Brian Collins at COG Operating LLC, 2208 W. Main Street, Artesia, NM 88210, or call 575-748-6940.

Published in the Artesia	a Daily Press,	Artesia,	New	Mexico
	, 2014.			





New Mexico Oil Conservation Division Attn: Phillip Goetze 1220 South St. Francis Drive Santa Fe, NM 87505

RE: Application For Authorization To Inject

Pine Springs 2 State SWD #1
Township 26 South, Range 25 East, N.M.P.M.

Section 2: 2500' FSL & 2500' FWL Eddy County, New Mexico

Dear Mr. Goetze:

COG Operating LLC respectfully requests administrative approval for authorization to inject for the referenced well. Attached, for your review, is a copy of the C-108 application. Once we receive the newspaper publication and all certified return receipts, I will send you a copy.

Please do not hesitate to contact me at (575) 748-6940 should you have any questions.

Sincerely,

Brian Collins

Senior Operations Engineer

BC/sw Enclosures

PHONE 575.748.6940 | FAX 575.748.6968



February 27, 2014

RECEIVED OCD

229 887 -3 9 4:20

New Mexico Oil Conservation Division Attn: Phillip Goetze 1220 South St. Francis Drive Santa Fe, NM 87505

RE: Affidavit of Publication

Pine Springs 2 State SWD #1
Pine Springs 2 State SWD #2
Cottonwood 2 State SWD #1

Dear Mr. Goetze:

I have included copies of the Affidavit of Publication for the wells listed above. Please do not hesitate to contact me at (575) 748-6940 should you have any questions.

Sincerely,

Marissa Villa

Operations Engineering Technician

SENDER: TO BE TO SECURE	SENDERL CONTROL SCHOOL SCHOOL	MS SECTION ON DELIVERY
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Yates Petroleum Corporation JOS South A [®] Street Artegs, NM 89210 Corbytiwand 2 State SWD #1 C108	Artn: Phileps Goetse 1220 South St. Francis Drive	FEB 18 2014
Comment Comm	The Administration of the Control of	to Charles in Calmy, and the Calmy of C
7013 3020 0000 8750 3935 PS Form S811, July 2013 Demoks Telen Femor	(Assess Free service lated) 701-3 3020 00 (PS Form 3811, saly 2010 Committy House Faculty	DD 8750 5007
SENDER: LEVEL THIS SECTION THIS SECTION ON DELIVERY	PORCE CONCERTMENT HOLD NO.	
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Shorted Net Pressy lies Content Displaced Peter Paints by Man Displaced Content on the Content of the Content on the	Cottonwood 2 State SWD #1 CION 1 CION	C Priory that Express C Record Records for Machine C Catalact on Delivery
7013 3020 0000 8750 3959 From 3811, July 2113 Permitty Party Property	2 A-24 1 7013 3020 0000 8	
	- FEE Fro July 2013 Community Record Record	
ENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY		SECTION 1, ILL III
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Anthir Addressed to:	C. it delivery action	harry address before 12 No.
XXY-1 Co O Bas 27570 OUStan 1X 77237 7570	New Mekico State Land Office 310 Old Santa Fe Trali Santa Fe, NM 67501	LINE LINE
ColtonWood Z State SWD #1 CL08: 1 Segrative 1 Proving Mail System 1 Regulated 1 Proving Mail System 1 Segration 1 Segration 1 Segration 1 Proving Mail System 1 Segration 1 Segra	Cottonwood 7 State SWD 97 CTOS Section 100	
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Complete Items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: Echo Production, Inc. 616 5 th Street Graham, TX 76450	A. Signature X. Journal Dayle Addressee B. Received by (Printed Name) C. Date of fleilivery D. Is delivery address different from Item 17 Yes If YES, enter delivery address below: No	■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. ■ Print your name and address on the reverse so that we can return the card to you. ■ Attach this card to the back of the mallplece, or on the front if space permits. 1. Article Addressed to: New Mexico Oil Conservation Division Attn: Phillips Goetze 1220 South St. Francis Drive Santa Fe, NM 87505	A. Signature X B. Received by Printed Name C. Date: 's relive D. Is delivery address different from Item 1? Yes If YES, enter delivery address below: No
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		Artesia, NM 88210 Pine Springs 2 State SWD #1 C108	S. Service Type Certifled Mail* Priority Mail Express* Registered Return Receipt for Merchandis Insured Mail Collect on Delivery 4. Restricted Delivery? (Extra Fee) Yes
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		New Mexico State Land Office	2 200
		Santa Fe, NM 87501 Pine Springs 2 State SWD #1 C108	3. Şervice Type 2 Certifled Mail*
			4. Restricted Delivery? (Extra Fee) Yes
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		No.	22864					
State of Nev	w Mexico	0	1					
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Danny Sc	ott /1	lany X	Car					
being duly s	sworn, saye	es that he is the	Publisher					
of the Artes	ia Daily Pr	ess, a daily newspar	per of General					
circulation, published in English at Artesia, said county								
and state, and that the hereto attached								
	Lega	al Notice	1					
was publish	ed in a reg	gular and entire issue	e of the said					
Artesia Daily Press, a daily newspaper duly qualified								
for that purpose within the meaning of Chapter 167 of								
the 1937 Session Laws of the state of New Mexico for								
1 ,		ve weeks/day on the						
day as follo	•							
First Public	,	Februar	y 19, 2014					
Second Pub	lication							
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19th	day of	February	2014					
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Notary Public, Eddy County, New Mexico

Copy of Publication:



LEGAL NOTICE

COG Operating LLC, 2208 W. Main Street, Artesia, NM 88210 has filed Form COG Operating LLC, 2208 W. Main Street, Artesia, NM 88210 has filed Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for a salt water disposal well. The proposed well, the Pine Springs 2 State SWD No. 1 is located 2500' FSL & 2500' FWL, Section 2, Township 26 South, Range 25 East, Eddy County, New Mexico. Disposal water will be sourced from area wells producing from the Delaware, Bone Spring and Wolfcamp formations. The disposal water will be injected into the Devonian-Silunan-Ordovician formation at a depth of 12450' to 14000' at a maximum surface pressure of 2490 psi and a maximum rate of 20,000 BWPD. The proposed SWD well is located approximately 7 miles south of White's City. Any interested party who has an objection to this must give notice in writing to the Oil Conservation Division, 1220 S. St. Francis Drive, Santa Fe, New Mexico 87505, within fifteen (15) days of this notice. Any interested party with questions or comments may contact Brian Collins at COG Operating LLC, 2208 W. Main Street, Artesia, NM 88210, or call 575-748-6940.

Published in the Artesia Daily Press, Artesia, N.M., Feb. 19, 2014 Legal No 22864.

C-108 Review	Checklist: Re	02/18/14 Add. Reques	st:	Reply Date:	Suspended:	[Ver 13]			
PERMIT TYPE: WFX / PMX / SWD Number: 1474 Permit Date: OHIO JU Legacy Permits/Orders:									
Well No Well Name(s): Pine Springs 2 State									
API: 30-0 15 - Renduita Spud Date: 180 New or Old: W (UIC Class II Primacy 03/07/1982)									
General Location: New Tx border along Showdard Eddy Pool: SwD: Devonion-(Ellenburger Fool No.: 97869									
Col Control 229127									
BLM 100K Map: Cutsback Operator: COG Operating LIC OGRID: 229137 Contact: Brian COMPLIANCE RULE 5.9: Total Wells: 3677 Inactive: 6 Fincl Assur: Yes Compl. Order? NO IS 5.9 OK? Date:									
,									
WELL FILE REVIEWED & Current Status: No case file - API pending									
WELL DIAGRAMS: NEW: Proposed or RE-ENTER: Before Conv. After Conv. Logs in Imaging:									
Planned Rehab Work to Well: NA - New well; deep formations for injection logs-lithology									
Well Construction Details:	Sizes (in) Borehole / Pipe	Setting Depths (ft)		Cement Sx o(Cf)	Cement Top and Determination Met				
Planned vor Existing _Surface		0 to 200	Stage Tool	600	Cer to surface				
Planned or Existing	1742	0 to 1700	None	2300	Cir to sunface	,			
Planned vor Existing interm Prod	()	0 60 8500	None	3400	1200/colc				
Planned or Existing Proof Liner	834/7	8200 to 12450	None	950	8200/TOL/ Cal	C*			
Planned_or Existing Liner	7			_	/				
Planned or Existing OH PERF	61/8	12450 1014000	Inj Length	Completion	/Operation Details:				
Injection Stratigraphic Units:	Depths (ft)	Injection or Confining Units	Tops*	. 4	PBTD <i>NA</i>				
Adjacent Unit: Litho. Struc. Por.	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Missission Ls	*	NEW TD 14000	NEW PBTD NA				
Confining Unit: Litho. Struc (Por	* Al	wood ford 8h			or NEW Perfs				
Proposed Inj Interval TOP:	12450 CK	Devoniar	12630		in. Inter Coated? 10	<u> </u>			
Proposed Inj Interval BOTTOM:	14600	5il. 10rd		Proposed Packer D		:4\			
Confining Unit: Litho. Struc Por. Adjacent Unit: Litho. Struc. Por.	Locimpo		14180		12350 (100-ft lim face Press. 2490				
	and Geologic In	tormation		Admin Ini Press	149() (0.2 psi r				
AOR: Hydrologic and Geologic Information Admin. Inj. Press. 2490 (0.2 psi per ft) POTASH: R-111-P (Noticed? NA BLM Sec Ord (WIPP () Noticed? NA SALT/SALADO T: B: CLIFF HOUSE () A SALT/SALT/SALADO T: B: CLIFF HOUSE () A SALT/SALT/SALT/SALT/SALT/SALT/SALT/SALT/									
NMOSE Basin: Corlstad CAPITAN REEF: thru adjo NAG No. Wells within 1-Mile Radius? 16 FW Analysis									
Disposal Fluid: Formation Source(s) Bondary W Delaware Analysis? Ves On Lease Operator Only For Commercial O									
Disposal Int: Inject Rate (Avg/Max BWPD): 1000 20000 Protectable Waters? Source: Sourc									
HC Potential: Producing Interval? No Formerly Producing? No Method: Logs/DST/P&A/Other Logs Report 2-Mile Radius Pool Map									
AOR Wells: 1/2-M Radius Map? 165 Well List? NA Total No. Wells Penetrating Interval: Horizontals?									
Penetrating Wells: No. Active Wells Num Repairs? MA on which well(s)?									
Penetrating Wells: No. P&A Wells Num Repairs? Num Repairs? Num Repairs? Num Repairs? Num Repairs? Num Repairs?									
NOTICE: Newspaper Date 02 19014 Mineral Owner SLO Surface Owner SLO N. Date 02/18/14									
RULE 26.7(A): Identified Tracts? <u>Yes</u> Affected Persons: <u>OXY-1/OXY USA/Yatas</u> N. Date O. 1814									
Permit Conditions: Issues: Unknown WQ for injection/ Ellenburger top/ CBL Not proposed/No									
Add Permit Cond: State graphy - 110 picks 1/10 to For HC potential									

Goetze, Phillip, EMNRD

From: Brian Collins <BCollins@concho.com>

Sent: Wednesday, April 09, 2014 5:36 PM

To: Goetze, Phillip, EMNRD

Cc: Ward Whiteman

Subject: RE: COG C108 and Request for Higher Injection Pressure Letter Questions

Phillip:

I'm curious why the Ellenburger is excluded as a permissible disposal interval? Answers to your questions follow below.

There's very little deep well control in this area, but here's our geologist's projected picks for the two deep wells:

Pine Springs 2 State SWD 1 Devonian/Silurian/Ordovician (12450-14000') Sec 2-26s25e:

Devonian-12630' Fusselman (Silurian)-13060' Ellenburger (Ordovician)-14180'

I applied for an injection interval a little higher than the estimated top of Devonian and into the Silurian to account for geologic uncertainty and to ensure we cut plenty of dolomite for better permeability. Calling this formation the Devonian/Silurian/Ordovician was what Will Jones recommended a few years ago on these deep applications since we were likely penetrating the Silurian on "Devonian" SWDs.

Cottonwood 2 State SWD 1 Devonian/Silurian/Ordovician (13100-14600') Sec 2-26s-26e:

Devonian-13332' Fusselman (Silurian)- not picked Ellenburger (Ordovician)-not picked

I applied for an injection interval a little higher than the estimated top of Devonian and into the Silurian to account for geologic uncertainty and to ensure we cut plenty of dolomite for better permeability. I applied for a 1500' thick open hole disposal interval the same as the Pine Springs well shown above with the top reference depth 200'+ shallower than the projected top of the Devonian. This should put us into the Silurian at TD.

Our proposed total depths should keep us well above the Ellenburger. Our 7" casings will be set into the actual top of the Devonian on each well. Applying for the shallower top of the injection interval will keep us from having to re-permit in case the Devonian comes in a little shallower than projected. I've no problems if you want to issue the permit as Devonian/Silurian instead of Devonian/Silurian/Ordovician. Hope this answers your questions. Please call or email if you have any more questions. Thank you.

Brian Collins

Senior Operations Engineer NM Basin Team

COG OPERATING LLC 2208 W. Main Street Artesia, New Mexico 88210-3720 Phone # 575.748.6924 Email: bcollins@concho.com