

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Carlsbad Field Office

FORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018**SUNDRY NOTICES AND REPORTS ON WELLS**
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

Hobbs

HOBBS OCD

SUBMIT IN TRIPLICATE - Other instructions on page 2

FEB 06 2018

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5. Lease Serial No. NMLC029406B
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No.
8. Well Name and No. ZEPPO 5 FEDERAL COM 25H
9. API Well No. 30-025-44141-00-X1
10. Field and Pool or Exploratory Area MALJAMAR
11. County or Parish, State LEA COUNTY, NM

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other
2. Name of Operator COG OPERATING LLC Contact: ROBYN RUSSELL E-Mail: rrussell@concho.com
3a. Address ONE CONCHO CENTER 600 W ILLINOIS AVENUE MIDLAND, TX 79701-4287
3b. Phone No. (include area code) Ph: 432-685-4385
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 5 T17S R32E SWNE 2490FNL 2210FEL 32.864094 N Lat, 103.787560 W Lon

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Change to Original A
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	PD

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

COG respectfully requests to change the production casing string as follows:

Drill 8-3/4" hole and kick off at +/- 5699', building curve to horizontal at 6519'MD 6220'TVD.
Drill 8-3/4" lateral section to TD at +/-13944'MD 6200'TVD. Run 7"x5-1/2" production casing. 7" to be run from surface to kickoff point and changed over to 5-1/2" casing with DV Tool and ECP at kickoff point. 5-1/2" casing will be run from kickoff point to TD and isolation packers will be set throughout curve and lateral. 7" will be cemented from kickoff point to surface.
Please see attached Production Cement Breakdown.

ATTACHED FOR
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct. Electronic Submission #393800 verified by the BLM Well Information System For COG OPERATING LLC, sent to the Hobbs Committed to AFMSS for processing by PRISCILLA PEREZ on 11/28/2017 (18PP0258SE)	
Name (Printed/Typed) ROBYN RUSSELL	Title REGULATORY ANALYST
Signature (Electronic Submission)	Date 11/01/2017
THIS SPACE FOR FEDERAL OR STATE OFFICE USE	
Approved By MUSTAFA HAQUE	Title PETROLEUM ENGINEER
Date 02/01/2018	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	
Office Hobbs	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Production Cement Breakdown

Well: Zeppo 5 Fed Com #25H

Hole Volumes						
Hole	Hole Section (Length)	Casing	Capacity (ft ³ /Lin.ft)	Cu.Ft	Total Cu.Ft	% Excess
Prod	0-2220 (2220)	7"	0.1585	351.9	351.9	0
Prod	2220-5699 (3479)	7"	0.1503	522.9	522.9	
Prod		5.5"	0.2526			168%
Prod		5.5"	0.1733			

Cement Volumes					
Blend	Cement Sacks	Yield	Weight	Volume	Total Volume
35:65:6	600	2.01	12.5	1206	1754
50:50:02	400	1.37	14	548	

% Excess Calculation			
Total Volume	1754		1402.1
Cu.Ft	-351.9		/522.9
	1402.1		168% Excess

7" to be run from surface to kickoff point and changed over to 5 ½" with DV Tool and ECP at kickoff point. 5 ½" casing will be run from kickoff point to td and isolation packers set throughout curve and lateral. 7" to be cemented from kickoff point to surface.

**PECOS DISTRICT
DRILLING OPERATIONS
CONDITIONS OF APPROVAL**

HOBBS OCD
FEB 06 2018
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OPERATOR'S NAME:	COG Operating LLC
LEASE NO.:	LC029406B
WELL NAME & NO.:	Zeppo 5 Federal Com – 25H
SURFACE HOLE FOOTAGE:	2490'/N & 2210'/E
BOTTOM HOLE FOOTAGE:	121'/S & 2308'/E, sec. 8
LOCATION:	Sec. 5, T. 17 S, R. 32 E
COUNTY:	Lea County

Potash	<input checked="" type="radio"/> None	<input checked="" type="radio"/> Secretary	<input checked="" type="radio"/> R-111-P
Cave/Karst Potential	<input checked="" type="radio"/> Low	<input checked="" type="radio"/> Medium	<input checked="" type="radio"/> High
Variance	<input checked="" type="radio"/> None	<input checked="" type="radio"/> Flex Hose	<input checked="" type="radio"/> Other
Wellhead	<input checked="" type="radio"/> Conventional	<input checked="" type="radio"/> Multibowl	
Other	<input type="checkbox"/> 4 String Area	<input type="checkbox"/> Capitan Reef	<input type="checkbox"/> WIPP

All previous COAs still apply except for the following:

A. CASING

1. The minimum required fill of cement behind the 7 X 5 1/2 inch production casing is:

Operator has proposed DV tool at depth of 5699' (KOP)

- a. First stage to DV tool: - Cement not required – using isolation packer system.
- b. Second stage above DV tool:
 - Cement as proposed. Operator shall provide method of verification.

MHH 02012018

GENERAL REQUIREMENTS

A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log.
3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements.
4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.