Carisbad Field Office OCD Hobbs

Form 3160-3 (March 2012) FORM APPROVED

DEPARTMENT OF THE INTERIOR

OMB No. 1004-0137 Expires October 31, 2014 Lease Serial No

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT HOBBS NMNM134886 APPLICATION FOR PERMIT TO DRILL OR REENTERS 06 2018 If Indian, Allotee or Tribe Name A Agreement, Name and No DRILL la. Type of work: REENTER 8. Lease Name and Well No. Oil Well Gas Well ✓ Single Zone Multiple Zone BÒNAID FEDERAL COM 15H lb. Type of Well: Name of Operator 9. API Well-No. 229/37 70-025-3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 600 West Illinois Ave Midland TX 79701 (432)683-7443 WILDCAT / BONE SPRING W 11. Sec. T. R. M. or Blk. and Survey or Area Location of Well (Report location clearly and in accordance with any State requirements.*) At surface NWNW / 210 FNL / 1080 FWL / LAT 32.224207 / LONG -103.394575 SEC 17 / T24S / R35E / NMP At proposed prod. zone SWSW / 200 FSL / 990 FWL / LAT 32.196305 / LONG 1.03.39486 12. County or Parish 13. State 14. Distance in miles and direction from nearest town or post office NM 10 miles Distance from proposed* 17. Spacing Unit dedicated to this well 16. No. of acres in lease 15. location to nearest 1120 property or lease line, ft. (Also to nearest drig, unit line, if any) 18. Distance from proposed location* to nearest well, drilling, completed, 1310 feet 20. BLM/BIA Bond No. on file 19 Proposed Depth FED: NMB000215 applied for, on this lease, ft. 12375 feet \ 21874 feet 22. Approximate date work will start* 23. Estimated duration 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 06/01/2018/ 3377 feet 30 days 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, must be attached to this form: 1. Well plat certified by a registered surveyor Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). 2. A Drilling Plan. Operator certification 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). Such other site specific information and/or plans as may be required by the Name (Printed/Typed) Date 25. Signature Mayte Reves / Ph: (575)748-6945 03/13/2018 (Electronic-Submission Title Regulatory Analyst Name (Printed/Typed) Date Approved by (Signature) 07/13/2018 Cody Layton / Ph: (575)234-5959 (Electronic Submission) Office **CARLSBAD** Assistant Field Manager Lands & Minerals Application approval 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. Conditions of approval, if any, are attached. 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. (Continued on page 2) (Instructions on page 2) KZ 09/10

proval Date: 07/13/2018

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2:48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts. ROUTINE USE: Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to-civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

(Continued on page 3)

(Form 3160-3, page 2)

Additional Operator Remarks

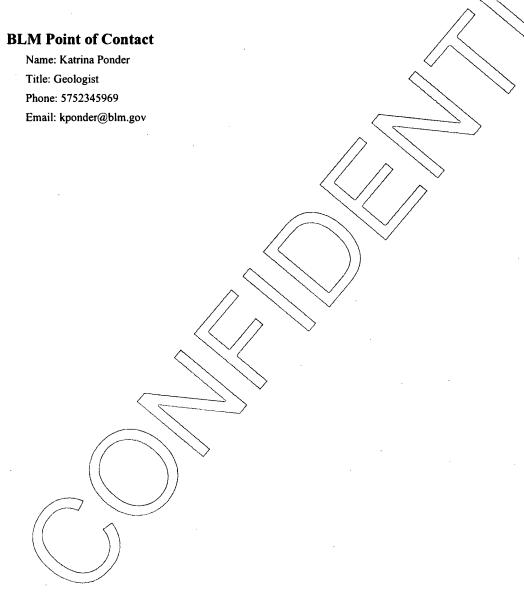
Location of Well

1. SHL: NWNW / 210 FNL / 1080 FWL / TWSP: 24S / RANGE: 35E / SECTION: 17 / LAT: 32.224207 / LONG: -103.394575 (TVD: 0 feet, MD: 0 feet)

PPP: NWSW / 2640 FSL / 990 FWL / TWSP: 24S / RANGE: 35E / SECTION: 17 / LAT: 32.217525 / LONG: -103.394865 (TVD: 12018 feet, MD: 14350 feet)

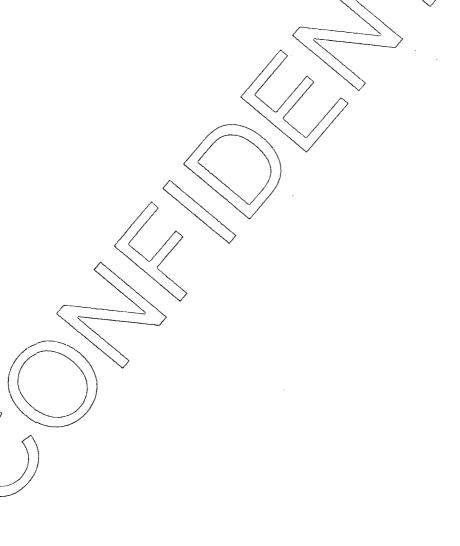
PPP: NWNW / 330 FNL / 990 FWL / TWSP: 24S / RANGE: 35E / SECTION: 17 / LAT: 32.223877 / LONG: -103.394866 (TVD: 11900 feet, MD: 12060 feet)

BHL: SWSW / 200 FSL / 990 FWL / TWSP: 24S / RANGE: 35E / SECTION: 20 / LAT: 32.196305 / LONG: -103.39486 (TVD: 12375 feet, MD: 21874 feet)



Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.





U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Operator Certification Data Report 07/22/2018

Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Mayte Reyes

Signed on: 03/12/2018

Title: Regulatory Analyst

Street Address: 2208 W Main Street

City: Artesia

State: NM

Zip: 88210

Phone: (575)748-6945

Email address: Mreyes1@concho.com

Field Representative

Representative Name: Rand French

Street Address: 2208 West Main Street

City: Artesia

State: NM

Zip: 88210

Phone: (575)748-6940

Email address: rfrench@concho.com



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Application Data Report

APD ID: 10400028288

Submission Date: 03/13/2018

Operator Name: COG OPERATING LLC

Well Name: BONAID FEDERAL COM

Well Type: OIL WELL

Well Number: 15H

Well Work Type: Drill



Show Final Text

Section 1 - General

APD ID:

10400028288

Tie to previous NOS?

Submission Date: 03/13/2018

BLM Office: CARLSBAD

User: Mayte Reyes

Title: Regulatory Analyst

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM134886

Lease Acres: 1120

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: COG OPERATING LLC

Operator letter of designation:

Operator Info

Operator Organization Name: COG OPERATING LLC

Operator Address: 600 West Illinois Ave

Zip: 79701

Operator PO Box:

Operator City: Midland

State: TX

Operator Phone: (432)683-7443

Operator Internet Address: RODOM@CONCHO.COM

Section 2 - Well Information

Well in Master Development Plan? NO

Mater Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: BONAID FEDERAL COM

Well Number: 15H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: WILDCAT

Pool Name: BONE SPRING

Is the proposed well in an area containing other mineral resources? POTASH

Well Name: BONAID FEDERAL COM Well Number: 15H

Describe other minerals:

Is the proposed well in a Helium production area? N Use Existing Well Pad? NO

New surface disturbance?

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name:

Number: 14H AND 15H

Well Class: HORIZONTAL

BONAID FEDERAL COM

Number of Legs:

Well Work Type: Drill Well Type: OIL WELL

Describe Well Type:

Well sub-Type: EXPLORATORY (WILDCAT)

Describe sub-type:

Distance to town: 10 Miles

Distance to nearest well: 1310 FT

Distance to lease line: 210 FT

Reservoir well spacing assigned acres Measurement: 320 Acres

Well plat:

COG_Bonaid_15H_C102_20180312110607.pdf

Well work start Date: 06/01/2018

Duration: 30 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number:

| • | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | MD | TVD |
|------------------|---------|--------------|----------|--------------|------|-------|---------|---------------------|---------------|---------------------|--------|-------|-------------------|------------|----------------|---------------|-----------|-----------|
| SHL Leg #1 | 210 | FNL | 108 0 | FWL | 24S | 35E | 17 | Aliquot NWN W | 32.22420 7 | - 103.3945 75 | LEA | l | NEW MEXI CO | F | NMNM 134886 | 337 7 | 0 | 0 |
| KOP Leg #1 | 210 | FNL | 108 0 | FWL | 248 | 35E | 17 | Aliquot NWN W | 32.22420 7 | - 103.3945 75 | LEA | 1 | NEW MEXI CO | F | NMNM 134886 | 337 7 | 0 | 0 |
| PPP Leg #1 | 330 | FNL | 990 | FWL | 24S | 35E | 17 | Aliquot NWN W | 32.22387 7 | - 103.3948 66 | LEA | l | NEW MEXI CO | F | NMNM 134886 | - 852 3 | 120 60 | 119 00 |

Well Name: BONAID FEDERAL COM

Well Number: 15H

| 2 | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | MD | ΟΛΤ |
|-------------------|----------|--------------|---------|--------------|------|-------|---------|---------------------|---------------|--------------------|--------|-------------------|-------------------|------------|----------------|---------------|-----------|-----------|
| PPP Leg #1 | 264 0 | FSL | 990 | FWL | 248 | 35E | 17 | Aliquot NWS W | 32.21752 5 | 103.3948 65 | LEA | 1 | NEW MEXI CO | F | FEE | - 864 1 | 143 50 | 120 18 |
| EXIT Leg #1 | 330 | FSL | 990 | FWL | 248 | 35E | 20 | Aliquot SWS W | 32.19666 3 | - 103.3948 6 | | NEW MEXI CO | | F | NMNM 134886 | - 898 7 | 216 50 | 123 64 |
| BHL Leg #1 | 200 | FSL | 990 | FWL | 248 | 35E | 20 | Aliquot SWS W | 32.19630 5 | - 103.3948 6 | | NEW MEXI CO | | F | NMNM 134886 | - 899 8 | 218 74 | 123 75 |

Well Name: BONAID FEDERAL COM

Well Number: 15H

Paterage Device (Pile 1014)

Rating Depth: 12375

Equipment: Annular, Blind Ram, Pipe Ram. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to the choke manifold. See attached for specs and hydrostatic test chart.

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested. Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets.

Choke Diagram Attachment:

COG_Bonaid_15H_10M_Choke_20180312114402.pdf

BOP Diagram Attachment:

COG_Bonaid_15H_10M_BOP_20180312114412.pdf

Presure Reflect (PS) (M)

Rating Depth: 11350

Equipment: Annular. Accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold.

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to the choke manifold. See attached for specs and hydrostatic test chart.

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested. Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets.

Choke Diagram Attachment:

COG_Bonaid_15H_5M_Choke_20180613085108.pdf

BOP Diagram Attachment:

COG_Bonaid_15H_5M_BOP_20180613085115.pdf

Section 3 - Casing

| Casing ID | String Type | Hole Size | | Standard | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing length MD | Grade | Weight | Joint Type | Collapse SF | Burst SF | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|-------------|-----------|--|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|-----------------------------|-------|--------|------------|-------------|----------|---------------|----------|--------------|---------|
|-----------|-------------|-----------|--|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|-----------------------------|-------|--------|------------|-------------|----------|---------------|----------|--------------|---------|

Well Name: BONAID FEDERAL COM

Well Number: 15H

| Casing ID | String Type | Hole Size | Csg Size | Condition | Standard | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing length MD | Grade | Weight | Joint Type | Collapse SF | Burst SF | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|------------------|-----------|----------|-----------|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|--------------------------------|------------|--------|----------------|-------------|-------------|---------------|----------|--------------|---------|
| 1 | SURFACE | 17.5 | 13.375 | NEW | API | N | 0 | 1000 | 0 | 1000 | -9411 | - 10581 | 1000 | J-55 | 54.5 | STC | 2.74 | 0.53 | DRY | 9.5 | DRY | 9.5 |
| 1 ' | INTERMED IATE | 12.2 5 | 8.625 | NEW | API | N | 0 | 11350 | 0 | 11350 | | - 21491 | 11350 | HCL -80 | | OTHER - BTC | 1.12 5 | 1.12 5 | DRY | 1.8 | DRY | 1.8 |
| 3 | PRODUCTI ON | 8.75 | 5.5 | NEW | API | N | 0 | 21874 | 0 | 21874 | -9411 | - 29318 | 21874 | P- 110 | | l | ł _ | 1.12 5 . | DRY | 1.8 | DRY | 1.8 |

Casing Attachments Casing ID: 1 String Type:SURFACE

Spec Document:

Tapered String Spec:

Inspection Document:

Casing Design Assumptions and Worksheet(s):

COG_Bonaid_15H_Casing_Rpt_20180316070909.pdf

Casing ID: 2

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Bonaid_15H_Casing_Rpt_20180316070917.pdf

Well Name: BONAID FEDERAL COM

Well Number: 15H

Casing Attachments

Casing ID: 3

String Type:PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Bonaid_15H_Casing_Rpt_20180316070925.pdf

| Section | 4 - | Cem | ent |
|---------|-----|-----|------|
| OCCIOII | _ | ~~ | CILL |

| Gection | T - O | 5111611 | | | | | | | | | |
|--------------|-----------|---------------------|--------|-----------|--------------|-------|---------|-------|---------|--------------------------------|-----------|
| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
| SURFACE | Lead | | 0 | 1000 | 750 | 1.75 | 13.5 | 1312 | 50 | Class C | 4% Gel |
| SURFACE | Tail | | 0 | 1000 | 250 | 1.34 | 14.8 | 335 | 50 | Class C | 2% CaCl2 |
| INTERMEDIATE | Lead | | 0 | 1135 0 | 700 | 2.81 | 11 | 1967 | 50 | Lead: NEOCEM | As needed |
| INTERMEDIATE | Tail | | 0 | 1135 0 | 400 | 1.1 | 16.4 | 440 | 50 | Class H | As needed |
| PRODUCTION | Lead | | 0 | 2187 4 | 500 | 2 | 12.7 | 1000 | 35 | Lead: 35:65:6 H BLEND | As needed |
| PRODUCTION | Tail | | 0 | 2187 4 | 2500 | 1.24 | 14.4 | 3100 | 35 | Tail: 50:50:2 Class H Blend | As needed |

Well Name: BONAID FEDERAL COM Well Number: 15H

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

Circulating Medium Table

| Top Depth | Bottom Depth | Mud Type | Min Weight (lbs/gal) | Max Weight (Ibs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | Н | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|----------------------------------|----------------------|----------------------|---------------------|-----------------------------|---|----------------|----------------|-----------------|----------------------------|
| 1135 0 | 2187 4 | OIL-BASED MUD | 11 | 13 | | | | | | | ОВМ |
| 0 | 1000 | OTHER : FW Gel | 8.6 | 8.8 | | | | | | | FW Gel |
| 1000 | 1135 0 | OTHER : Diesel Brine Emulsion | 8.6 | 8.9 | | | | | | | Diesel Brine Emulsion |

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

None planned

List of open and cased hole logs run in the well:

CNL.GR

Coring operation description for the well:

None planned

Well Name: BONAID FEDERAL COM Well Number: 15H

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 5461

Anticipated Surface Pressure: 2738.5

Anticipated Bottom Hole Temperature(F): 170

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

COG_Bonaid_15H_H2S_Schem_20180312115556.pdf COG_Bonaid_15H_H2S_SUP_20180312115606.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

COG_Bonaid_15H_Direct_Rpt_20180312115700.pdf

COG Bonaid 15H AC Rpt 20180313065307.pdf

Other proposed operations facets description:

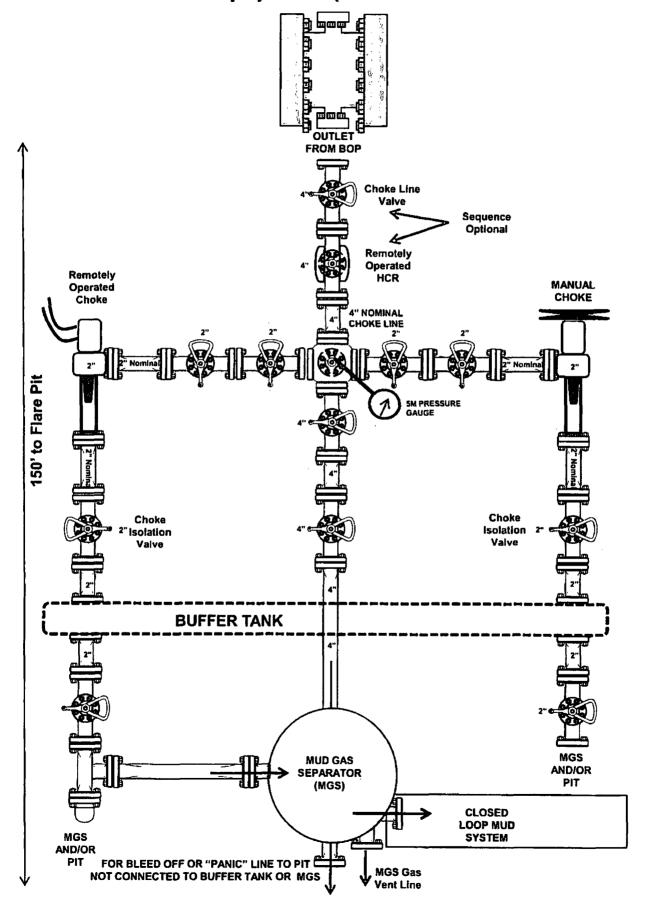
Other proposed operations facets attachment:

COG_Bonaid_15H_DrillingRpt_20180613085305.pdf

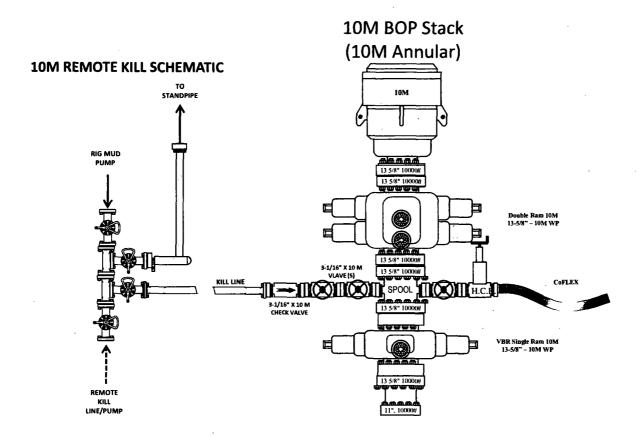
Other Variance attachment:

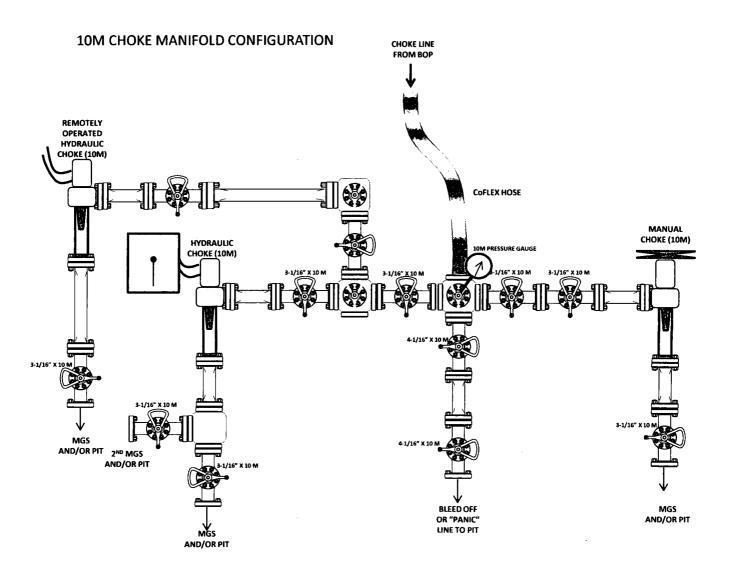
5M_Annular_Variance_Well_Control_Plan_20180312115651.pdf

5M Choke Manifold Equipment (WITH MGS + CLOSED LOOP)

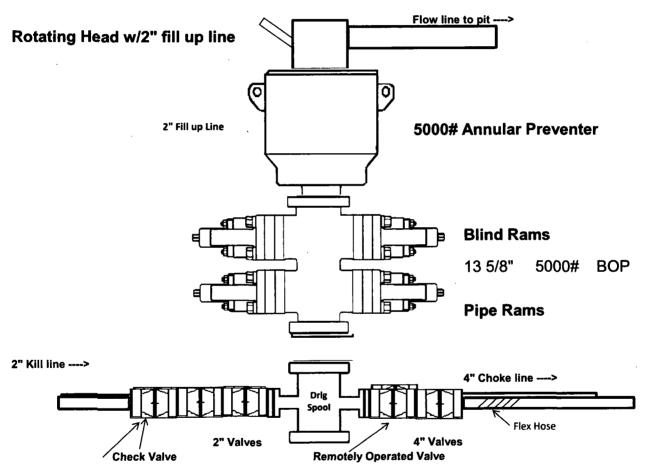


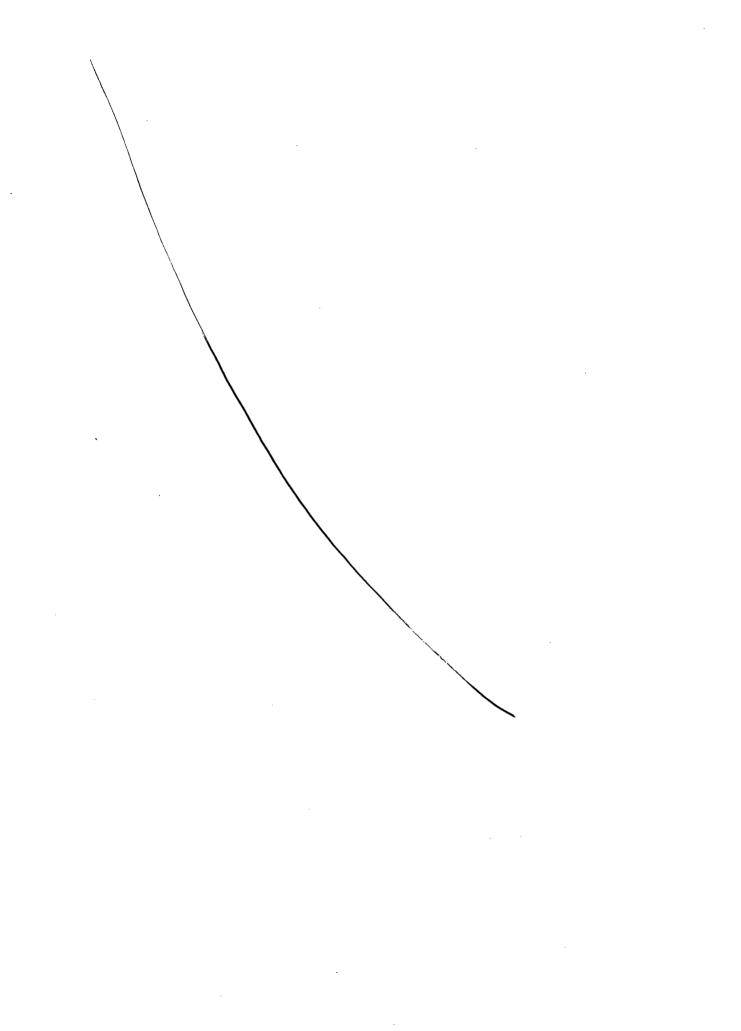
10M BOP Stack



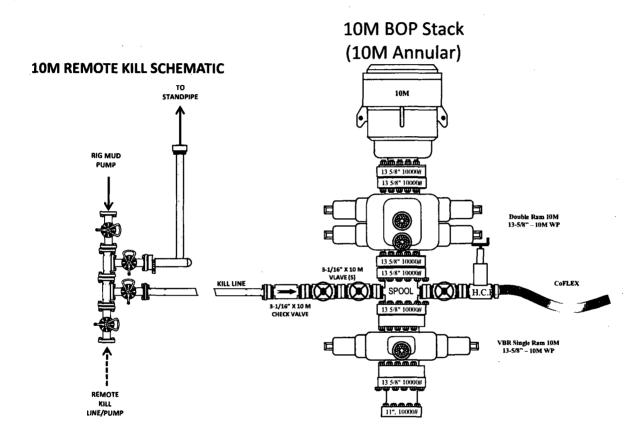


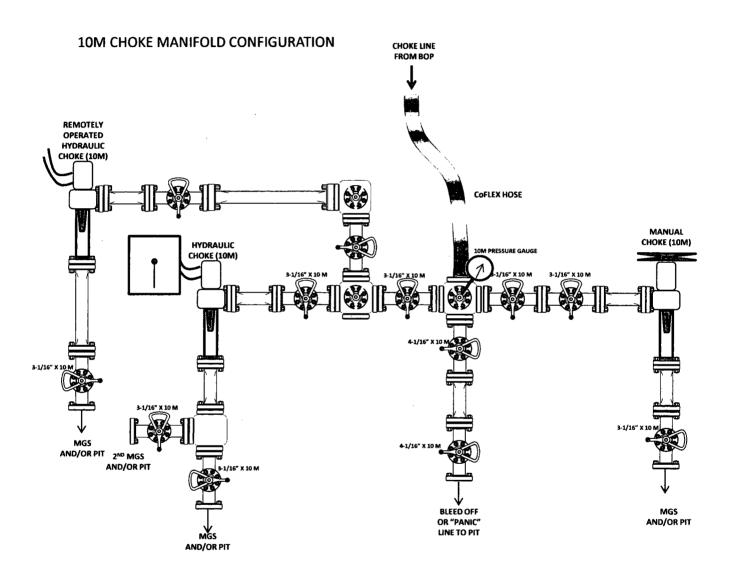
5,000 psi BOP Schematic





10M BOP Stack





Casing Program

| Hole | Casin | g Interval | Csg. Size | Weight | Grade | Conn. | SF | SF | SF |
|--------|-------|------------|-----------|----------|-----------|-----------|----------|-------|---------|
| Size | From | To | 7 | (lbs) | | | Collapse | Burst | Tension |
| 17 ½" | 0' | 1,000' | 13 3/8" | 54.5 | J55 | STC | 2.74 | 0.53 | 9.5 |
| 12 ¼" | 0' | 11,350' | 9 5/8" | 47 | HCL80 | BTC | 1.125 | 1.125 | 1.8 |
| 8 3/4" | 0' | 21,874' | 5 1/2" | 23 | P110 | BTC | 1.125 | 1.125 | 1.8 |
| | | | | BLM Mini | imum Safe | ty Factor | 1.125 | 1 | 1.6 Dry |
| | | | ļ | | | • | | | 1.8 Wet |

- Intermediate Casing Burst Rating / Int Casing Depth = 2.74 > 0.7
- Intermediate casing will be kept 1/3 full to avoid approaching collapse rating.

Casing Program

| Hole | Casin | g Interval | Csg. Size | Weight | Grade | Conn. | SF | SF | SF |
|-------|-------|------------|-----------|----------|----------|-----------|----------|-------|---------|
| Size | From | To | | (lbs) | | | Collapse | Burst | Tension |
| 17 ½" | 0' | 1,000' | 13 3/8" | 54.5 | J55 | STC | 2.74 | 0.53 | 9.5 |
| 12 ¼" | 0' | 11,350' | 9 5/8" | 47 | HCL80 | BTC | 1.125 | 1.125 | 1.8 |
| 8 ¾" | 0' | 21,874' | 5 1/2" | 23 | P110 | BTC | 1.125 | 1.125 | 1.8 |
| | | | | BLM Mini | mum Safe | ty Factor | 1.125 | 1 | 1.6 Dry |
| | | | | | | | · | | 1.8 Wet |

- Intermediate Casing Burst Rating / Int Casing Depth = 2.74 > 0.7
- Intermediate casing will be kept 1/3 full to avoid approaching collapse rating.

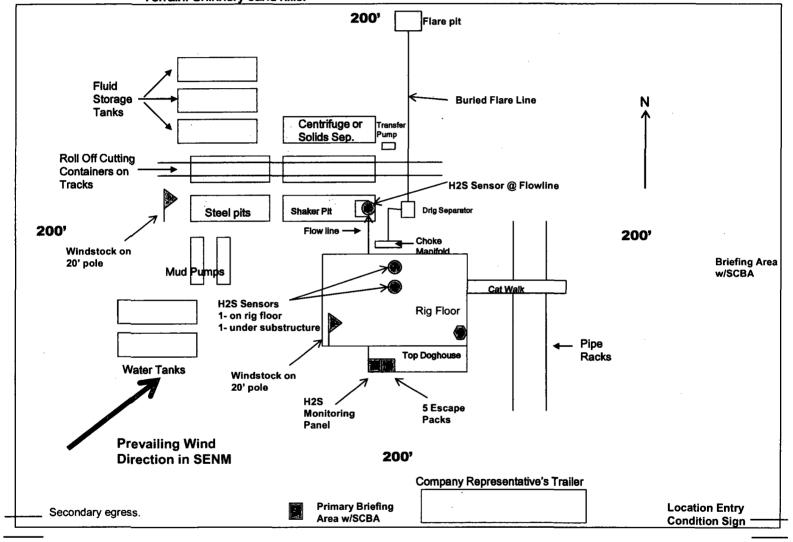
Casing Program

| Hole | Casin | g Interval | Csg. Size | Weight | Grade | Conn. | SF | SF | SF |
|-------|-------|------------|-----------|-----------------|-----------|-----------|----------|-------|---------|
| Size | From | To | | (lbs) | | | Collapse | Burst | Tension |
| 17 ½" | 0' | 1,000' | 13 3/8" | 54.5 | J55 | STC | 2.74 | 0.53 | 9.5 |
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| | • | • | | BLM Mini | imum Safe | ty Factor | 1.125 | 1 | 1.6 Dry |
| | | | ŀ | | | • | | | 1.8 Wet |

- Intermediate Casing Burst Rating / Int Casing Depth = 2.74 > 0.7
- Intermediate casing will be kept 1/3 full to avoid approaching collapse rating.

COG Operating LLC
H₂S Equipment Schematic
Terrain: Shinnery sand hills.

Well pad will be 400' x 400' with cellar in center of pad



1. Geologic Formations

| TVD of target | 12,375' | Pilot hole depth | N/A |
|---------------|---------|-------------------------------|------|
| MD at TD: | 21,874' | Deepest expected fresh water: | 400' |

Basin

| Formation | Depth (TVD) from KB | Water/Mineral Bearing/ Target Zone? | Hazards* |
|----------------------------------|------------------------|-------------------------------------|----------|
| Rustler | 668 | Water | |
| Top of Salt | 1045 | Salt | |
| BOS (Castile) | 4968 | Anhydrite | |
| LAMAR | 5227 | Barren | |
| DELAWARE | 5255 | OIL/GAS | |
| Bone Spring (BSGL) | 8972 | Oil/Gas | |
| U Avalon Shale | 9302 | Oil/Gas | |
| L Avalon Shale | 9796 | Oil/Gas | |
| 1 st Bone Spring Sand | 10,093 | Oil/Gas | |
| 2 nd Bone Spring Sand | 10,787 | Oil/Gas | |
| 3 rd Bone Spring Sand | 11,683 | Target Oil/Gas | |
| Wolfcamp | 11,932 | Oil/Gas | |

2. Casing Program

| Hole | Casin | g Interval | Csg. Size | Weight | Grade | Conn. | SF | SF | SF |
|--------|-------|------------|-----------|----------|----------|-----------|----------|-------|--------------------|
| Size | From | To | 7 | (lbs) | | | Collapse | Burst | Tension |
| 17 ½" | 0' | 1,000' | 13 3/8" | 54.5 | J55 | STC | 2.74 | 0.53 | 9.5 |
| 12 ¼" | 0' | 11,350' | 9 5/8" | 47 | HCL80 | BTC | 1.125 | 1.125 | 1.8 |
| 8 3/4" | 0, | 21,873 | 5 1/2" | 23 | P110 | BTC | 1.125 | 1.125 | 1.8 |
| | | | | BLM Mini | mum Safe | ty Factor | 1.125 | 1 | 1.6 Dry 1.8 Wet |

- Intermediate Casing Burst Rating / Int Casing Depth = 2.74 > 0.7
- Intermediate casing will be kept 1/3 full to avoid approaching collapse rating.

| | Y or N |
|--|--------|
| Is casing new? If used, attach certification as required in Onshore Order #1 | Y |
| Does casing meet API specifications? If no, attach casing specification sheet. | Y |
| Is premium or uncommon casing planned? If yes attach casing specification sheet. | N |
| Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria). (Assumption bulleted above) | N |
| Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing? | Y |
| Is well located within Capitan Reef? | N |
| If yes, does production casing cement tie back a minimum of 50' above the Reef? | N |
| Is well within the designated 4 string boundary. | N |
| Is well located in SOPA but not in R-111-P? | N |
| If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing? | |
| Is well located in R-111-P and SOPA? | N |
| If yes, are the first three strings cemented to surface? | N |
| Is 2 nd string set 100' to 600' below the base of salt? | N |
| Is well located in high Cave/Karst? | N |
| If yes, are there two strings cemented to surface? | N |
| (For 2 string wells) If yes, is there a contingency casing if lost circulation occurs? | |
| Is well located in critical Cave/Karst? | N |
| If yes, are there three strings cemented to surface? | N |

2. Cementing Program

| Casing | # Sks | Wt. lb/ gal | Yld ft3/ sack | H ₂ 0 gal/sk | 500# Comp. Strength (hours) | Slurry Description | |
|--------------------|-------|-------------------|---------------------|----------------------------|--------------------------------------|-------------------------|--|
| Surf. | 750 | 13.5 | 1.75 | 9.6 | 12 | Lead: Class C + 4% Gel | |
| | 250 | 14.8 | 1.34 | 6.34 | 8 | Tail: Class C + 2% CaCl | |
| Inter. | 700 | 11 | 2.81 | 19 | 48 | Lead: NEOCEM | |
| Stage 1 | 400 | 16.4 | 1.1 | 5 | 8 | Tail: Class H | |
| , <u>-</u> , | | | | | DV @ 5 | 5300' | |
| Inter. | 800 | 11 | 2.81 | 19 | 48 | Lead: NEOCEM | |
| Stage 2 | 100 | 14.8 | 1.35 | 6.34 | 8 | Tail: Class C + 2% CaCl | |
| 5.5 Prod | 500 | 12.7 | 2 | 10.6 | 16 | Lead: 35:65:6 H BLEND | |
| | 2500 | 14.4 | 1.24 | 5.7 | 19 | Tail: 50:50:2 H Blend | |
| Casing String | | | | TOC | | % Excess | |
| Surface | | | | 0' | | 50% | |
| Intermediate Stage | | | | 0' | | 50% | |
| Productio | n | , | | 10,000' | | 35% | |

4. Pressure Control Equipment

A variance is requested for the use of a diverter on the surface casing. See attached for schematic.

| BOP installed and tested before drilling which hole? | Size? | System Rated WP | Туре | | ~ | Tested to: |
|---|---------|-----------------------|------------|--------|--------------|------------|
| | | | Anı | nular | X | 2500 psi |
| | | | Blind Ram | | X | |
| 12-1/4" | 13-5/8" | 5M | Pipe Ram | | \mathbf{X} | 5M |
| | | | Double Ram | | | JIVI |
| | | | Other* | | | |
| - | | | 5M Annular | | X | 3500 PSI |
| | 13-5/8" | 10M | Blind Ram | | X | |
| 8-3/4" | | | Pipe Ram | | X | 10M |
| | | | Doub | le Ram | | I VIVI |
| | | | Other* | | | |

PLEASE SEE ATTACHED VARIANCE FOR 5M ANNULAR.

| Y | Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or 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. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i. | | | | |
|---|---|--|--|--|--|
| Y | A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart. | | | | |
| | N Are anchors required by manufacturer? | | | | |
| N | A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. | | | | |
| | See attached schematic. | | | | |

5. Mud Program

| Depth | | Туре | Weight (ppg) | Viscosity | Water Loss | |
|----------|------------|-------------------|--------------|-----------|------------|--|
| From | To | 1 | | | | |
| 0 | Surf. shoe | FW Gel | 8.4 - 8.6 | 28-29 | N/C | |
| surf | Int shoe | Diesel Brine Emul | 8.6 - 8.9 | 30-40 | N/C | |
| Int Shoe | Lateral TD | OBM | 11 - 13 | 30-40 | 20 | |

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

| What will be used to monitor the loss or gain | PVT/Pason/Visual Monitoring |
|---|-----------------------------|
| of fluid? | |

6. Logging and Testing Procedures

| Logg | Logging, Coring and Testing. | | | | |
|------|---|--|--|--|--|
| Y | Will run GR/CNL from TD to surface (horizontal well – vertical portion of hole). Stated | | | | |
| | logs run will be in the Completion Report and submitted to the BLM. | | | | |
| N | No Logs are planned based on well control or offset log information. | | | | |
| N | Drill stem test? If yes, explain | | | | |
| N | Coring? If yes, explain – NA | | | | |

7. Drilling Conditions

| Condition | Specify what type and where? | |
|----------------------------|------------------------------|--|
| BH Pressure at deepest TVD | 5461 psi | |
| Abnormal Temperature | No | |

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

N H2S is present

Y H2S Plan attached

8. Other facets of operation

Is this a walking operation? YES. WILL BE A PAD WELL WITH THE BONAID FED 14H. Will be pre-setting casing? YES. WILL PRESET THE 14H AND 15H SURFACE CASING.

Attachments
DIRECTIONAL PLAN WITH ANTI-C
5M ANNULAR VARIANCE
FLEX HOSE VARIANCE
BOP & CHOKE SCHEMATICS



1. Component and Preventer Compatibility Table

The table below covers drilling and casing of the 10M MASP portion of the well and outlines the tubulars and the compatible preventers in use. Combined with the mud program, the below documents that two barriers to flow can be maintained at all times, independent of the rating of the annular preventer.

| Component | OD | Preventer | RWP |
|-----------------------------|------------|------------------|------|
| Drill pipe | 5" | | |
| HWDP | 5" | | |
| Jars | 5" | Upper 4.5-7" VBR | 1014 |
| Drill collars and MWD tools | 6.25-6.75" | Lower 4.5-7" VBR | 10M |
| Mud Motor | 6.75" | | 1 |
| Production casing | 5.5" | | |
| ALL | 0-13-5/8" | Annular | 5M |
| Open-hole | - | Blind Rams | 10M |

VBR = Variable Bore Ram with compatible range listed in chart.

2. Well Control and Shut-In Procedures

Well control procedures are specific to the rig equipment and the operation at the time the kick occurs. Below are minimum tasks prescribed to assure a proper shut-in while drilling, tripping, running casing, pipe out of the hole (open hole), and moving the BHA through the BOPs. The maximum pressure at which well control is transferred from the annular to another compatible ram is 2500 psi.

Drilling:

- 1. Sound the alarm (alert rig crew)
- 2. Space out the drill string
- 3. Shut down pumps and stop the rotary
- 4. Shut-in the well with the annular with HCR and choke in closed position
- 5. Confirm the well is shut-in
- 6. Notify contractor and company representatives
- 7. Read and record the following data
 - Time of shut-in
 - SIDPP and SICP
 - Pit gain
- 8. If pressure has increased to or is anticipated to increase to 2500 psi, confirm spacing and close the upper pipe rams.
- 9. Prepare for well kill operation.

Tripping:

- 1. Sound alarm (alert rig crew)
- 2. Stab full opening safety valve and close the valve
- 3. Space out the drill string
- 4. Shut-in the well with the annular with HCR and choke in closed position
- 5. Confirm shut-in
- 6. Notify contractor and company representatives
- 7. Read and record the following data:



- Time of shut-in
- SIDPP and SICP
- Pit gain
- 8. If pressure has increased to or is anticipated to increase to 2500 psi, confirm spacing and close the upper pipe rams.
- 9. Prepare for well kill operation.

Running Casing

- 1. Sound alarm (alert rig crew)
- 2. Stab crossover and valve and close the valve
- 3. Shut-in the well with annular with HCR and choke in closed position
- 4. Confirm shut-in
- 5. Notify contractor and company representatives
- 6. Read and record the following data
 - Time of shut-in
 - SIDPP and SICP
 - Pit gain
- 7. If pressure has increased to or is anticipated to increase to 2500 psi, confirm spacing and close the upper pipe rams.
- 8. Prepare for well kill operation

No Pipe in Hole (Open Hole)

- 1. At any point when pipe or BHA are not in BOP stack, well will be shut in with blind rams, HCR will be open and choke will be closed. If pressure increase is observed:
- 2. Sound alarm (alert crew)
- 3. Confirm shut-in
- 4. Notify contractor and company representatives
- 5. Read and record the following data
 - Time of shut-in
 - Time of pressure increase
 - SICP
- 6. Prepare for well kill operation

Pulling BHA through BOP Stack

- 1. Prior to pulling last joint/stand of drillpipe through the stack, perform a flow check. If well is flowing:
 - a. Sound alarm (alert crew)
 - b. Stab full opening safety valve and close the valve
 - c. Space out drill string with tooljoint just beneath the upper pipe ram.
 - d. Shut-in the well with upper pipe ram with HCR and choke in closed position
 - e. Confirm shut-in
 - f. Notify contractor and company representatives
 - g. Read and record the following data
 - Time of shut-in
 - SIDPP and SICP
 - Pit gain
 - h. Prepare for well kill operation.



2. With BHA in the stack:

- a. If possible to pick up high enough, pull BHA clear of the stack
 - i. Follow "Open Hole" procedure above
- b. If impossible to pick up high enough to pull BHA clear of the stack:
 - i. Stab crossover, make up one joint/stand of drillpipe, and full opening safety valve and close
 - ii. Space out drill string with tool joint just beneath the upper pipe ram.
 - iii. Shut-in the well with upper pipe ram with HCR and choke in closed position
 - iv. Confirm shut-in
 - v. Notify contractor and company representatives
 - vi. Read and record the following:
 - Time of shut-in
 - SIDPP and SICP
 - Pit gain
 - vii. Prepare for well kill operation.

3. Well Control Drills

Well control drills are specific to the rig equipment, personnel and operation at the time a kick occurs. Each crew will execute one drill weekly relevant to ongoing operations, but will make a reasonable attempt to vary the type of drills. The drills will be recorded in the daily drilling log. Below are minimum tasks for respective well control drills.

Drilling/Pit:

| Action | Responsible Party |
|---|--------------------------------------|
| Initiate Drill Lift Flow Sensor or Pit Float to indicate a kick Immediately record start time | Company Representative / Rig Manager |
| Recognition Driller and/or Crew recognizes indicator Driller stop drilling, pick up off bottom and spaces out drill string, stop pumps and rotary Conduct flow check | Driller |
| Initiate Action • Sound alarm, notify rig crew that the well is flowing | Company Representative / Rig Manager |
| Reaction Driller moves BOP remote and stands by Crew is at their assigned stations Time is stopped Record time and drill type in the Drilling Report | Driller / Crew |



Tripping Pit Drills (either in the hole or out of the hole)

| Action | Responsible Party |
|---|--------------------------------------|
| Initiate Drill Lift Flow Sensor or Pit Float to indicate a kick Immediately record start time | Company Representative / Rig Manager |
| Recognition Driller recognizes indicator Suspends tripping operations Conduct Flow Check | Driller |
| Initiate Action • Sound alarm, notify rig crew that the well is flowing | Company Representative / Rig Manager |
| Reaction Position tool joint above rotary and set slips Stab FOSV and close valve Driller moves to BOP remote and stands by Crew is at their assigned stations Time is stopped Record time and drill type in the Drilling Report | Driller / Crew |

Choke

| Action | Responsible Party |
|---|---|
| Have designated choke operator on station at the choke panel Close annular preventer Pressure annulus up 200-300 psi Pump slowly to bump the float and obtain SIDPP At choke operator instruction, slowly bring pumps online to slow pump rate while holding casing pressure constant at the SICP. Allow time for the well to stabilize. Mark and record circulating drillpipe pressure. Measure time lag on drillpipe gauge after choke adjustments. Hold casing pressure constant as pumps are slowed down while choke is closed. Record time and drill type in the Drilling Report | Company Man / Rig Manager & Rig Crew |



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



APD ID: 10400028288

Operator Name: COG OPERATING LLC

Well Name: BONAID FEDERAL COM

Well Type: OIL WELL

Submission Date: 03/13/2018

Well Number: 15H

Well Work Type: Drill

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Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

COG Bonaid 15H_Exist Rd 20180312111915.pdf

Existing Road Purpose: ACCESS

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

COG_Bonaid_15H_Rd_Maps_Plats_20180312111955.pdf

New road type: TWO-TRACK

Length: 6045.6

Feet

Width (ft.): 30

Max slope (%): 33

Max grade (%): 1

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage, and to be consistent with local drainage patterns.

New road access plan or profile prepared? NO

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Well Name: BONAID FEDERAL COM Well Number: 15H

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: Blading

Access other construction information: No turnouts are planned. Re-routing access road around proposed well location.

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: None necessary.

Road Drainage Control Structures (DCS) description: None needed.

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

COG Bonaid 15H 1Mile Data 20180312112023.pdf

Existing Wells description:

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: A tank battery and facilities will be constructed adjacent to the south of the Bonaid Federal Com 14H and 15H well pad as shown on the CTB Production Facility Layout. The tank battery and facilities will be installed according to API specifications. No flow lines are anticipated at this time.

Production Facilities map:

COG_Bonaid_15H_CTB_20180312112038.pdf COG_Bonaid_15H_Prod_Facl_20180312112046.pdf

Well Name: BONAID FEDERAL COM Well Number: 15H

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: INTERMEDIATE/PRODUCTION CASING

Water source type: OTHER

Source volume (acre-feet): 3.866793

Describe type: Brine

Source latitude:

Source longitude:

Source datum:

Water source permit type: PRIVATE CONTRACT

Source land ownership: COMMERCIAL

Water source transport method: TRUCKING

Source transportation land ownership: COMMERCIAL

Water source volume (barrels): 30000

Water source use type: STIMULATION, SURFACE CASING

Source volume (gal): 1260000

Describe type: Fresh Water

Source longitude:

Water source type: OTHER

Source datum:

Source latitude:

Water source permit type: PRIVATE CONTRACT

Source land ownership: PRIVATE

Water source transport method: PIPELINE

Source transportation land ownership: PRIVATE

Water source volume (barrels): 450000 Source volume (acre-feet): 58.001892

Source volume (gal): 18900000

Water source and transportation map:

COG_Bonaid_15H_Brine_H2O_20180312112101.pdf COG_Bonaid_15H_Fresh_H2O_20180312112112.pdf

Water source comments: Fresh water will be obtained from C-01414 RRR Cattle Co. water well located in Section 10, T24S, R36E. Brine water will be obtained from the Salty Dog Brine station located in Section 5. T19S. R36E. New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Well Name: BONAID FEDERAL COM Well Number: 15H

Aquifer documentation:

Well depth (ft): Well casing type:

Well casing outside diameter (in.): Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method: Drill material:

Grout material: Grout depth:

Casing length (ft.): Casing top depth (ft.):

Well Production type: Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche will be obtained from the actual well site if available. If not available onsite, caliche will be obtained from Burt Madera caliche pit located in Section 6. T25S. R35E. Phone 575-631-4444.

Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Drilling fluids and produced oil and water during drilling and completion operations

Amount of waste: 6000 barrels

Waste disposal frequency: One Time Only

Safe containment description: All drilling waste will be stored safely and disposed of properly

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Waste type: SEWAGE

Waste content description: Human waste and gray water

Amount of waste: 250 gallons

Waste disposal frequency: Weekly

Safe containment description: Waste will be properly contained and disposed of properly at a state approved disposal

facility

Safe containment attachment:

Well Name: BONAID FEDERAL COM Well Number: 15H

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Waste type: GARBAGE

Waste content description: Garbage and trash produced during drilling and completion operations

Amount of waste: 125

pounds

Waste disposal frequency: Weekly

Safe containment description: Garbage and trash produced during drilling and completion operations will be collected in a

trash container and disposed of properly at a state approved disposal facility

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location Roll off cuttings containers on tracks

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Well Name: BONAID FEDERAL COM Well Number: 15H

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: YES

Ancillary Facilities attachment:

COG Bonaid 15H_GCP_20180312112143.pdf

Comments: GCP Attached.

Section 9 - Well Site Layout

Well Site Layout Diagram:

COG Bonaid 15H CTB 20180312112157.pdf

COG_Bonaid_15H_Prod_Facl_20180312112205.pdf

Comments: A tank battery and facilities will be constructed adjacent to the south of the Bonaid Federal Com 14H and 15H well pad as shown on the CTB Production Facility Layout. The tank battery and facilities will be installed according to API specifications. No flow lines are anticipated at this time.

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: BONAID FEDERAL COM

Multiple Well Pad Number: 14H AND 15H

Recontouring attachment:

Drainage/Erosion control construction: No straw waddles are necessary.

Drainage/Erosion control reclamation: West 80' North 80'

Well pad proposed disturbance

(acres): 3.67

Road proposed disturbance (acres):

1.94

Powerline proposed disturbance

(acres): 0

Pipeline proposed disturbance

(acres): 0

Other proposed disturbance (acres): 0

Total proposed disturbance: 5.61

Well pad interim reclamation (acres): Well pad long term disturbance

0.15

Powerline interim reclamation (acres):

Pipeline interim reclamation (acres): 0

Other interim reclamation (acres): 0

Total interim reclamation: 2.09

(acres): 3.35

Road interim reclamation (acres): 1.94 Road long term disturbance (acres):

Powerline long term disturbance

(acres): 0

Pipeline long term disturbance

(acres): 0

Other long term disturbance (acres): 0

Total long term disturbance: 5.29

Disturbance Comments:

Reconstruction method: New construction of pad.

Topsoil redistribution: West 80' North 80'

Soil treatment: None

Existing Vegetation at the well pad: Shinnery Oak/Mesquite grassland

Operator Name: COG OPERATING LLC Well Name: BONAID FEDERAL COM Well Number: 15H

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Shinnery Oak/Mesquite grassland

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: Shinnery Oak/Mesquite grassland

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: N/A

Existing Vegetation Community at other disturbances attachment:

Non native seed used? NO

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed type:

Seed source:

Seed name:

Source name:

Source address:

Source phone:

Seed cultivar:

Seed use location:

PLS pounds per acre:

Proposed seeding season:

Seed Summary

Seed Type

Pounds/Acre

Total pounds/Acre:

Well Name: BONAID FEDERAL COM Well Number: 15H

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name: Rand

Last Name: French

Phone: (432)254-5556

Email: rfrench@concho.com

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: N/A

Weed treatment plan attachment:

Monitoring plan description: N/A

Monitoring plan attachment:

Success standards: N/A

Pit closure description: N/A

Pit closure attachment:

COG_Bonaid_15H_Closed_Loop_20180312112223.pdf

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

Well Name: BONAID FEDERAL COM

Well Number: 15H

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other Information

Right of Way needed? NO

Use APD as ROW?

ROW Type(s):

ROW Applications

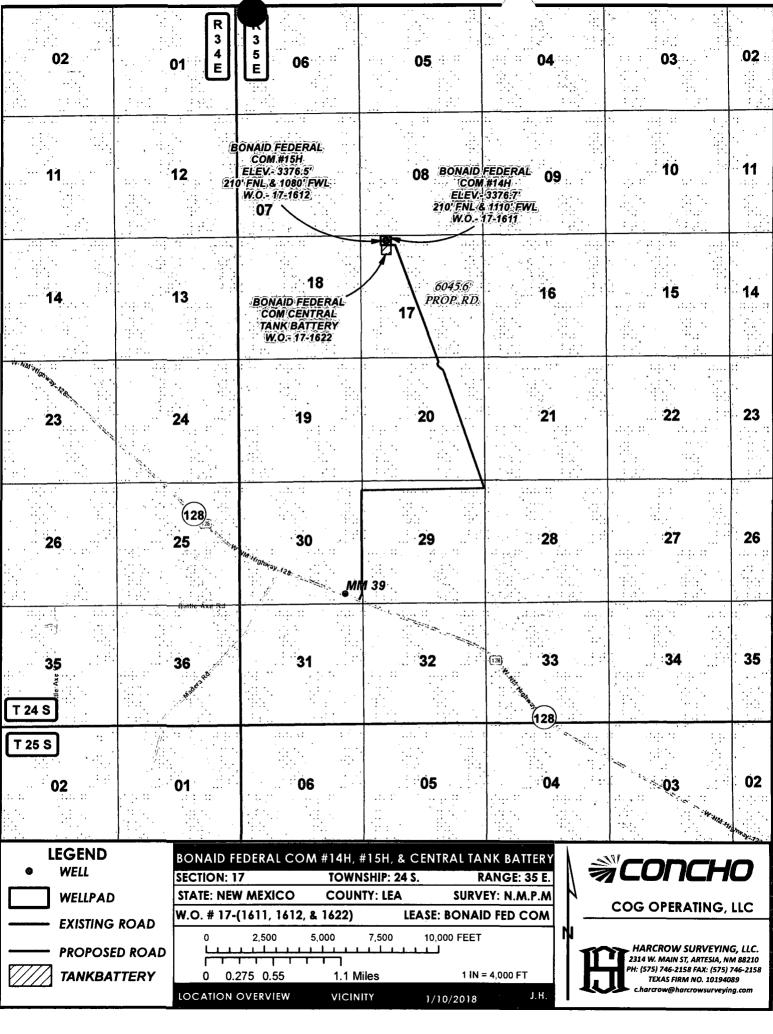
SUPO Additional Information:

Use a previously conducted onsite? YES

Previous Onsite information: Onsite completed on 12/21/2017 by Gerald Herrera (COG) and Jeff Robertson (BLM).

Other SUPO Attachment

COG_Bonaid_15H_Certification_20180312112238.pdf



Surface Use Plan COG Operating LLC Bonaid Federal Com 15H SHL: 210' FNL & 1080' FWL

Section 17, T24S, R35E BHL: 200' FSL & 990' FWL UL D UL M

Section 20, T24S, R35E Lea County, New Mexico

OPERATOR CERTIFICATION

I hereby certify that I, or persons under my direct supervision, have inspected the drill site and access road proposed herein; that I am familiar with the conditions that presently exist; that I have full knowledge of State and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or COG Operating LLC, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements. Executed this 12th day of MARCH, 2018.

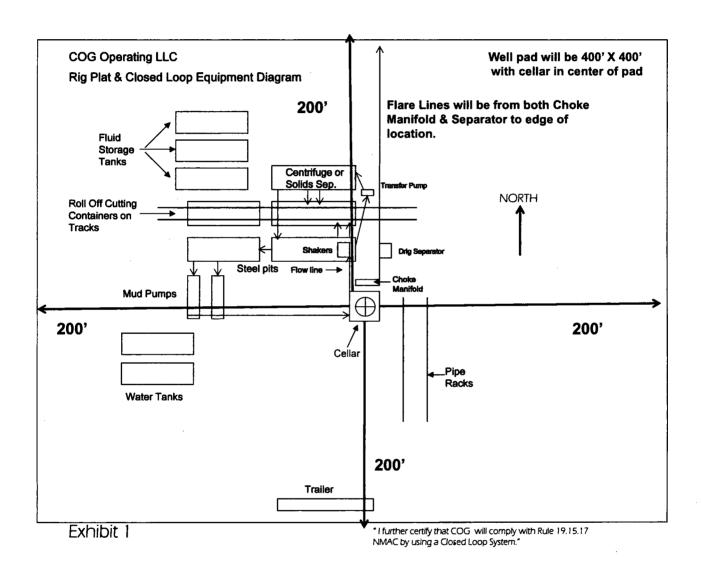
Printed Name: Mayte Reves

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U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

PWD disturbance (acres):

Section 3 - Unlined Pits

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

Would you like to utilize Unlined Pit PWD options? NO

| Produced Water Disposal (PWD) Location: | |
|--|--|
| PWD surface owner: | PWD disturbance (acres): |
| Unlined pit PWD on or off channel: | |
| Unlined pit PWD discharge volume (bbl/day): | |
| Unlined pit specifications: | |
| Precipitated solids disposal: | |
| Decribe precipitated solids disposal: | |
| Precipitated solids disposal permit: | |
| Unlined pit precipitated solids disposal schedule: | |
| Unlined pit precipitated solids disposal schedule attachment | t: |
| Unlined pit reclamation description: | |
| Unlined pit reclamation attachment: | |
| Unlined pit Monitor description: | |
| Unlined pit Monitor attachment: | |
| Do you propose to put the produced water to beneficial use? | • |
| Beneficial use user confirmation: | |
| Estimated depth of the shallowest aquifer (feet): | |
| Does the produced water have an annual average Total Dissorthat of the existing water to be protected? | olved Solids (TDS) concentration equal to or less than |
| TDS lab results: | · |
| Geologic and hydrologic evidence: | |
| State authorization: | |
| Unlined Produced Water Pit Estimated percolation: | |
| Unlined pit: do you have a reclamation bond for the pit? | |
| Is the reclamation bond a rider under the BLM bond? | |
| Unlined pit bond number: | |
| Unlined pit bond amount: | |
| Additional bond information attachment: | |
| Section 4 - Injection | |
| Would you like to utilize Injection PWD options? NO | |
| Produced Water Disposal (PWD) Location: | |
| PWD surface owner: | PWD disturbance (acres): |

| Injection well type: | |
|---|----------------------------|
| Injection well number: | Injection well name: |
| Assigned injection well API number? | Injection well API number: |
| Injection well new surface disturbance (acres): | |
| Minerals protection information: | |
| Mineral protection attachment: | |
| Underground Injection Control (UIC) Permit? | |
| UIC Permit attachment: | |
| Section 5 - Surface Discharge | |
| Would you like to utilize Surface Discharge PWD options? NO | |
| Produced Water Disposal (PWD) Location: | |
| PWD surface owner: | PWD disturbance (acres): |
| Surface discharge PWD discharge volume (bbl/day): | |
| Surface Discharge NPDES Permit? | |
| Surface Discharge NPDES Permit attachment: | |
| Surface Discharge site facilities information: | |
| Surface discharge site facilities map: | |
| Section 6 - Other | |
| Would you like to utilize Other PWD options? NO | |
| Produced Water Disposal (PWD) Location: | |
| PWD surface owner: | PWD disturbance (acres): |
| Other PWD discharge volume (bbl/day): | |
| Other PWD type description: | |
| Other PWD type attachment: | |
| Have other regulatory requirements been met? | |
| Other regulatory requirements attachment: | |
| | |
| | |



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Bond Info Data Report

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB000215

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Drilling Plan Data Report 07/22/2018

APD ID: 10400028288

Submission Date: 03/13/2018

Operator Name: COG OPERATING LLC

Well Name: BONAID FEDERAL COM

Well Number: 15H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

| Formation | | | True Vertical | Measured | , | | Producing |
|-----------|--------------------|-----------|---------------|----------|---------------------------------------|-------------------|-----------|
| . ID | Formation Name | Elevation | Depth | Depth | Lithologies | Mineral Resources | Formation |
| 1 | UNKNOWN | 3377 | 0 | 0 | | NONE | No |
| 2 | RUSTLER | 2709 | 668 | 668 | | NONE | No |
| 3 | TOP SALT | 2332 | 1045 | 1045 | SALT | NONE | No |
| 4 | BOTTOM SALT | -1591 | 4968 | 4968 | ANHYDRITE | NONE | No |
| 5 | LAMAR | -1850 | 5227 | 5227 | LIMESTONE | NATURAL GAS,OIL | No |
| 6 | DELAWARE | -1878 | 5255 | 5255 | · · · · · · · · · · · · · · · · · · · | NONE | No |
| 7 | BONE SPRING | -5595 | 8972 | 8972 | SANDSTONE | NATURAL GAS,OIL | No |
| 8 | UPPER AVALON SHALE | -5925 | 9302 | 9302 | | NATURAL GAS,OIL | No |
| 9 | | -6419 | 9796 | 9796 | | NATURAL GAS,OIL | No |
| 10 | BONE SPRING 1ST | -6716 | 10093 | 10093 | | NATURAL GAS,OIL | No |
| 11 | BONE SPRING 2ND | -7410 | 10787 | 10787 | | NATURAL GAS,OIL | No |
| 12 | BONE SPRING 3RD | -8306 | 11683 | 11683 | | NATURAL GAS,OIL | Yes |
| 13 | WOLFCAMP | -8555 | 11932 | 11932 | SHALE | NATURAL GAS,OIL | No |

Section 2 - Blowout Prevention