

District I

1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II

811 S. First St., Artesia, NM 88210

Phone: (575) 748-1283 Fax: (575) 748-9720

District III

1000 Rio Brazos Road, Aztec, NM 87410

Phone: (505) 334-6178 Fax: (505) 334-6170

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico

Form C-101
Revised July 18, 2013

Energy Minerals and Natural Resources

Oil Conservation Division

☐ AMENDED REPORT

1220 South St. Francis Dr.

Santa Fe, NM 87505

HOBBBS OCD

FEB 11 2019

RECEIVED

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

1. Operator Name and Address Cobalt Operating, LLC PO Box 51468 Midland, TX 79710		2. OGRID Number 286255
		3. API Number 30-025-31033
4. Property Code 310420	5. Property Name Midway 5	6. Well No. 1

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
O	5	17S	37E		660	South	1980	East	Lea

8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
O	5	17S	37E		660	South	1980	East	Lea

9. Pool Information

Pool Name	Pool Code
Midway	46320

Additional Well Information

11. Work Type P	12. Well Type O	13. Cable/Rotary R	14. Lease Type P	15. Ground Level Elevation 3789
16. Multiple No	17. Proposed Depth 6330	18. Formation Paddock	19. Contractor TBD	20. Spud Date 2/15/2019
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

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

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17-1/2	13-3/8	48, 59.5	410	425	Surf
Interm	12-1/4	8-5/8	32	4483	2160	Surf
Long	7-7/8	5-1/2	17	11075	350	9088

Casing/Cement Program: Additional Comments

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22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	3000	5000	Hydril

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

I further certify that I have complied with 19.15.14.9 (A) NMAC ☒ and/or 19.15.14.9 (B) NMAC ☒, if applicable.

Signature:

Mark Burkett

Printed name: Mark Burkett

Title: Engineer

E-mail Address: mark@cobaltoperating.com

Date: 2/8/2019

Phone: 432-312-5939

OIL CONSERVATION DIVISION

Approved By:

[Signature]

Title:

Petroleum Engineer

Approved Date:

02/12/19

Expiration Date:

02/12/21

Conditions of Approval Attached