

HOBBS OCD

AUG 21 2013

Submit 1 Copy To Appropriate District

Office

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

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

87505

State of New Mexico
Energy, Minerals and Natural Resources

RECEIVED

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505Form C-103
October 13, 2009

WELL API NO. 30-025-41022 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> / FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Boone 16 State Com ✓
8. Well Number 4H ✓
9. OGRID Number 229137
10. Pool name or Wildcat WC-025 G-08 S213304D; Bone Spring

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator COG Operating LLC	
3. Address of Operator 2208 W. Main Street, Artesia, NM 88210	
4. Well Location Unit Letter <u>M</u> : <u>190</u> feet from the <u>South</u> line and <u>330</u> feet from the <u>West</u> line Section <u>16</u> Township <u>21S</u> Range <u>33E</u> NMPM Lea County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3754'	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
 TEMPORARILY ABANDON ☐ CHANGE PLANS ☒
 PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
 DOWNHOLE COMMINGLE ☐
 OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐
 OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

COG Operating LLC respectfully requests approval for the following changes to the original APD.

See attached.

Spud Date:

Rig Release Date:

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

SIGNATURE Mayte Reyes TITLE: Regulatory Analyst DATE: 8/21/2013

Type or print name: Mayte Reyes E-mail address: mreyes1@conchoresources.com PHONE: (575) 748-6945

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE AUG 22 2013

Conditions of Approval (if any):

AUG 22 2013

Boone 16 State 4H

Casing and Cement

<u>String</u>	<u>Hole Size</u>	<u>Csg OD</u>	<u>PPF</u>	<u>Depth</u>	<u>Sx Cement</u>	<u>TOC</u>
Surface	17-1/2"	13-3/8"	54.5#	1800'	1065	0'
Intermediate	12-1/4"	9-5/8"	36#/40#	5360'	500/1550	0'
Production	7-7/8"	5-1/2"	17#	21542'	3125	5060'

Well Plan

Drill 17-1/2" hole to ~1800' w/ fresh water spud mud. Run 13-3/8" 54.5# J55 STC casing to TD and cement to surface in one stage. Will use 1" tubing and Class C w/ 2% CaCl₂ to cement to surface, if necessary.

Drill 12-1/4" hole to ~5360' with saturated brine water. If losses occur in the Reef, will switch to fresh water to interval TD. Run 9-5/8" 36# J55 & 40# N80 BTC casing to TD with a DV tool placed ~ 100' above the Reef. Plan to circulate cement on both stages.

Drill 7-7/8" vertical hole, curve, and lateral to 21542' with cut brine. Run 5-1/2" 17# P110 LTC casing to TD and cement to 5060' (300' overlap) in one stage.

Well Control

After setting 13-3/8" casing and installing 3000 psi casing head, NU T3 Energy Services 3000 psi annular BOP. Test annular to 1000 psi and other BOP equipment to 2000 with clear fluid using 3rd party testers.

After setting 9-5/8" casing and installing 5000 psi casing spool, NU T3 Energy Services 3000 psi double ram BOP and T3 Energy Services 3000 psi annular BOP. Test annular to 1500 psi and other BOP equipment to 3000 with clear fluid using 3rd party testers.