

MAR 31 2014

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

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 October 13, 2009

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.)		RECEIVED NO. 30-025-41193
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> SWD		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator COG Operating LLC		6. State Oil & Gas Lease No.
3. Address of Operator 2208 W. Main Street, Artesia, NM 88210		7. Lease Name or Unit Agreement Name Grey Hawk State
4. Well Location Unit Letter <u>P</u> : <u>190</u> feet from the <u>South</u> line and <u>330</u> feet from the <u>East</u> line Section <u>31</u> Township <u>21S</u> Range <u>34E</u> NMPM Lea County		8. Well Number 1H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3651.3'		9. OGRID Number 229137
		10. Pool name or Wildcat WC-025 G07 S213430M; Bone Spring

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: Drilling Change ☒

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 drilling change to the original APD.

See attached drilling program.

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: 3/20/2014

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: APR 01 2014

Conditions of Approval (if any):

APR 01 2014

HOBBS OCD

MAR 31 2014

**Grey Hawk State 1H
30-025-41193**

RECEIVED

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#	1780'	1055	0'
Intermediate	12-1/4"	9-5/8"	36#/40	5220'	470/1610	0'
Pilot Hole Plug	8-3/4"	-	-	12350'	510	11300'
Production	8-3/4"-7-7/8"	5-1/2"	17#	16561'	2100	4920'

Well Plan

Drill 17-1/2" hole to ~1780' 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 ~5220' 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# L80 BTC casing to TD with a DV tool placed ~ 100' above the Reef. Plan to circulate cement on both stages.

Drill 8-3/4" pilot hole to 12350', log and plug back with 510 sx cement plug f/ 11300' – 12350'.

Drill 8-3/4" curve to ~ 12300' and 7-7/8" lateral to 16561' with cut brine. Run 5-1/2" 17# P110 LTC casing to TD and cement to 4920' (300' overlap) in one stage.

Well Control

After setting 13-3/8" casing and installing 3000 psi casing head, NU 13-5/8" 5000 psi T3 Energy Services annular BOP. Test annular and casing to 1000 psi and other BOP equipment to 2000 psi with clear fluid using 3rd party testers.

After setting 9-5/8" casing and installing 5000 psi casing spool, NU 13-5/8" 5000 psi T3 Energy Services double ram BOP and 13-5/8" 5000 psi T3 Energy Services annular BOP. Test annular to 2500 psi and other BOP equipment to 5000 psi with clear fluid using 3rd party testers.