

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
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-101
Revised July 18, 2013

HOBBS OCD

FEB 03 2015

RECEIVED

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

1. Operator Name and Address COG Operating LLC 2208 West Main Street Artesia, NM 88210		2. OGRID Number 229137 3. APT Number 30-025-42421
4. Property Code 39678	5. Property Name Osprey 20 State Com	6. Well No 7H

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
K	20	21S	34E		2590	South	1730	West	Lea

*** Proposed Bottom Hole Location**

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
K	29	21S	34E		1650	South	1980	West	Lea

9. Pool Information

Pool Name WC-025 G07 S213430M: Bone Spring	Pool Code 97962
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Additional Well Information

11. Work Type New Well	12. Well Type Oil	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3716.0'
16. Multiple N	17. Proposed Depth 17831'	18. Formation Bone Spring	19. Contractor	20. Spud Date 2/3/2015
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
Surface	17.5	13.375	54.5	1855'	1200	
Intemd	12.25	9.625	40	5775'	1400	
Production	8.75	5.5	17	17831'	2500	5575

Casing/Cement Program: Additional Comments

Plan to drill a 17-1/2" hole to 1855' with Fresh Water. Run 13-3/8", 54.5#, J-55 csg and cmt to surface. Drill 12-1/4" hole to 5775' with Brine, and run 9-5/8", 40# J55 and cement to surface. Drill 8-3/4" vertical & curve. Drill 8-3/4" lateral with cut brine to approximately 17,831' MD. Run 5-1/2", 17#, P-110 csg and cement to 5575'.

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	3000	3000	Horn

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 <input checked="" type="checkbox"/> and/or 19.15.14.9 (B) NMAC <input checked="" type="checkbox"/> if applicable. Signature: <i>Mayte Reyes</i> Printed name: Mayte Reyes Title: Regulatory Analyst E-mail Address: mreyes1@concho.com Date: 1/29/2015	OIL CONSERVATION DIVISION Approved By: <i>[Signature]</i> Title: Petroleum Engineer Approved Date: 02/03/15 Expiration Date: 02/03/17 Conditions of Approval Attached
Phone: 575-748-6945	

See Attached
Conditions of Approval

E-PERMITTING - - New Well *RM*
 Comp _____ P&A _____ TA _____
 CSNG _____ Loc Chng _____
 ReComp _____ Add New Well _____
 Canc'l Well _____ Create Pool _____

FEB 04 2015

Osprey 20 State Com #7H

	Hole					
	Size	Casing	Wt	Depth	Cmt	TOC
Surface	17.5	13.375	54.5	1855'	1200	0
Intrmd	12.25	9.625	40	5775'	1400	0
Prod	8.75	5.5	17	17,831'	2500	5575'

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Well Control

Type	Pressure	Test	Manufacture
Double Ram	3000	3000	Horn

CONDITIONS OF APPROVAL

API #	Operator	Well name & Number
30-025-42421	COG Operating LLC	Osprey 20 State Com # 7H

Applicable conditions of approval marked with XXXXXX

Administrative Orders Required

XXXXXXX	Will require a directional drill survey with the C-104
XXXXXXXX	If using a pit for drilling and completion operations, must have an approved pit form prior to spudding the well

Other wells

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Drilling

XXXXXXX	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string

Casing

XXXXXXX	SURFACE & INTERMEDIATE(1) CASING - Cement must circulate to surface --
XXXXXXX	PRODUCTION CASING - Cement must tie back into intermediate casing --
XXXXXXX	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
	South Area
XXXXXXX	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water