B SUNDRY Do not use thi	UNITED STATE PARTMENT OF THE I UREAU OF LAND MANA NOTICES AND REPO is form for proposals to II. Use form 3160-3 (AP	NTERIOR GEMENT RTS ON WE drill or to re-	Carls	bad F CD F	OMB NO	APPROVED). 1004-0137 muary 31, 2018 C Tribe Name
	TRIPLICATE - Other ins					
1. Type of Well Soli Well Gas Well Oth	ner		HOBB		8. Well Name and No. ZEPPO 5 FEDER/	AL COM 15H
2. Name of Operator COG OPERATING LLC	Contact: E-Mail: rrussell@c	ROBYN RUS	FED	0.6 2010	9. API Well No. 30-025-44140-0	0-X1 🔽
3a. Address ONE CONCHO CENTER 60 MIDLAND, TX 79701-4287		Ph: 432-685	(include area code) -4385	CEIVE	10. Field and Pool or E MALJAMAR	exploratory Area
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description)			11. County or Parish, S	State
Sec 5 T17S R32E SWNE 2490FNL 2335FEL 32.864094 N Lat, 103.787674 W Lon					LEA COUNTY, N	NM •
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICAT	E NATURE O	F NOTICE,	, REPORT, OR OTH	ER DATA
TYPE OF SUBMISSION			TYPE OF	FACTION		
Notice of Intent	□ Acidize	Deep		Product	tion (Start/Resume)	□ Water Shut-Off
Subsequent Report	Alter Casing		aulic Fracturing	Reclam		Well Integrity
☐ Final Abandonment Notice	 Casing Repair Change Plans 	_	Construction and Abandon	Recomp	rarily Abandon	Other Change to Original A
	Convert to Injection	D Plug		U Water I		PD
13. Describe Proposed or Completed Op If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for f	ally or recomplete horizontally, rk will be performed or provide l operations. If the operation re bandonment Notices must be fi	give subsurface l the Bond No. on sults in a multiple	file with BLM/BIA completion or reco	Required su mpletion in a	ertical depths of all pertine bsequent reports must be new interval, a Form 3160	ent markers and zones. filed within 30 days 0-4 must be filed once
COG respectfully requests to	change the production ca	ising string as	follows:			
Drill 8-3/4" hole and kick off a Drill 8-3/4" lateral section to T be run from surface to kickoff kickoff point. 5-1/2" casing wil set throughout curve and late Please see attached Production	D at +/-13492'MD 5700'T point and changed over t l be run from kick off poin ral. 7" will be cemented fr	VD. Run 7"x5- o 5-1/2" casing	1/2" production with DV Tool a plation packers to surface.	casing. 7" t and ECP at will be TA		ROVAL
14. I hereby certify that the foregoing is	Electronic Submission #	393804 verifie	by the BLM We	II Informatio	n System	
	nmitted to AFMSS for proc	essing by PRIS	LC, sent to the H CILLA PEREZ of	n 11/28/2017	(18PP0259SE)	
Name (Printed/Typed) ROBYN F	RUSSELL		Title REGUL	ATORY AN	IALYST	
Signature (Electronic	Submission)		Date 11/01/2	017		
	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE U	ISE	
_Approved By_MUSTAFA_HAQUE Conditions of approval, if any, are attache certify that the applicant holds legal or eq which would entitle the applicant to condu	d. Approval of this notice does uitable title to those rights in th act operations thereon.	e subject lease	TitlePETROLE			Date 02/01/2018
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a statements or representations as	crime for any per to any matter wi	son knowingly and hin its jurisdiction.	willfully to m	ake to any department or	agency of the United
(Instructions on page 2) ** BLM REV	ISED ** BLM REVISE	D ** BLM RE	VISED ** BLN		D ** BLM REVISE) **

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Production Cement Breakdown

Hole Volumes						
Hele	Hole Section	Cooling	Capacity	C++ F4	Total	9/ F waaaa
Hole	(Length)	Casing	(ft3/Lin.ft)	Cu.Ft	Cu.Ft	% Excess
Prod	0-2220 (2220)	7"	0.1585	351.9	351.9	0
Prod	2220-5179 (2959)	7"	0.1503	444.7		215
Prod		5.5"	0.2526		444.7	
Prod		5.5"	0.1733			

Well: Zeppo 5 Federal Com #15H

	Cement Volumes					
Blend	Cement Sacks	Yield	Weight	Volume	Total Volume	
35:65:6	600	2.01	12.5	1206	1754	
50:50:02	400	1.37	14	548	1/54	

% Excess Calculation			
Total Volume	1754		1402.1
Cu.Ft	-351.9		/444.7
	1402.1		215% Excess

7" to be run from surface to kickoff point and changed over to 5 ½" with DV Tool and ECP at kickoff point. 5 ½" casing will be run from kickoff point to td and isolation packers set throughout curve and lateral. 7" to be cemented from kickoff point to surface.

PECOS DISTRICT DRILLING OPERATIONS CONDITIONS OF APPROVAL

OPERATOR'S NAME:	COG Operating LLC
LEASE NO.:	LC029406B
WELL NAME & NO.:	Zeppo 5 Federal Com – 15H
SURFACE HOLE FOOTAGE:	2490'/N & 2335'/E
BOTTOM HOLE FOOTAGE	55'/S & 2308'/E, sec. 8
LOCATION:	Sec. 5, T. 17 S, R. 32 E
COUNTY:	Lea County

Potash	None	Secretary	C R-111-P
Cave/Karst Potential	C Low	C Medium	C High
Variance	None	C Flex Hose	C Other
Wellhead	Conventional	Multibowl	
Other	□4 String Area	Capitan Reef	□WIPP

All previous COAs still apply except for the following:

A. CASING

1. The minimum required fill of cement behind the $7 \times 5 \frac{1}{2}$ inch production casing is:

Operator has proposed DV tool at depth of 5179' (KOP)

- a. First stage to DV tool: Cement not required using isolation packer system.
- b. Second stage above DV tool:
 - Cement as proposed. Operator shall provide method of verification.

MHH 02012018

GENERAL REQUIREMENTS

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. <u>Wait on cement (WOC) for Potash Areas:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least <u>24</u> hours. WOC time will be recorded in the driller's log.
- <u>Wait on cement (WOC) for Water Basin:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. 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. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.