| F | OCD Hobbs | | MIN Sur | | |
|---|--|---|---|--|--|
| Form 3160 -3 (March 2012) | - 00 | | IB No. 1004-0137 | | |
| UNITED STATE DEPARTMENT OF THE | S INTERIOR OBBS NAGEMENT DRILL OR REENTER | 5. Lease Serial N NMNM120907 | es October 31, 2014 | | |
| BUREAU OF LAND MAN | NAGEMENT NAGEMENT | 6 If Indian Allo | tee or Tribe Name | | |
| DEPARTMENT OF THE BUREAU OF LAND MAN APPLICATION FOR PERMIT TO | DRILL OR REEMTER | NED | 6. If Indian, Allotee or Tribe Name | | |
| la. Type of work: DRILL REENT | DRILL OR REENTRER | <u> </u> | 7 If Unit or CA Agreement, Name and No. | | |
| lb. Type of Well: Oil Well Gas Well Other | Single Zone Multiple | 8. Lease Name ar | | | |
| 2. Name of Operator COG PRODUCTION LLC (2/7 | 955) | 9. API Well No. 310-02 | 5-4489 | | |
| 3a. Address 2208 West Main Street Artesia NM 88210 | 3b. Phone No. (include area code) (575)748-6940 | 10. Field and Pool, WILDCAT / BON | or Exploratory | | |
| 4. Location of Well (Report location clearly and in accordance with a | nv State requirements.*) | <u> </u> | r Blk. and Survey or Area | | |
| At surface SESE / 650 FSL / 315 FEL / LAT 32.168634 | | No. And | · | | |
| At proposed prod. zone NESE / 2410 FSL / 330 FEL / LAT | 32.187992 / LONG -103,637955 | THE REAL MARKET AND A REAL AND A R | SEC 35 / T24S / R32E / NMP | | |
| Distance in miles and direction from nearest town or post office* 22 miles | | 12. County or Paris LEA | h 13. State NM | | |
| 15. Distance from proposed* location to nearest 315 feet property or lease line, ft. (Also to nearest drig. unit line, if any) | 1 SUN 21 A | 7. Spacing Unit dedicated to th 240 | is well | | |
| Distance from proposed location* to nearest well, drilling, completed, 465 feet applied for, on this lease, ft. | | 20. BLM/BIA Bond No. on file FED: NMB000860 | | | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3552 feet | 22. Approximate date work will start* 02/01/2017 | 23. Estimated dura 30 days | tion | | |
| | 24. Attachments | | ······································ | | |
| The following, completed in accordance with the requirements of Onsho | ore Oil'and Gas Order No.1, must be atta | ched to this form: | | | |
| Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office). | Item 20 above). Lands, the 5. Operator certificat | operations unless covered by ion ccific information and/or plans | - | | |
| 25. Signature (Electronic Submission) | Name (Printed/Typed) Mayte Reyes / Ph: (575)74 | 48-6945 | Date 10/17/2017 | | |
| Title Regulatory Analyst | | | | | |
| Approved by (Signature) (Electronic Submission) | Name (Printed/Typed) Cody Layton / Ph: (575)23- | 4-5959 | Date 05/22/2018 | | |
| Title Supervisor Multiple Resources | Office CARLSBAD | | | | |
| Application approval does not warrant or certify that the applicant hole conduct operations thereon.) Conditions of approval, if any, are attached. | ds legal or equitable title to those rights | in the subject lease which woul | d entitle the applicant to | | |

| (Continued on page 2) | OG/OS/IS APPROVED WITH CONDITIONS APPProval Date: 05/22/2018 | *(Instructions on page 2) \mathcal{K} \mathcal{H} \mathcal{K} \mathcal{H} \mathcal{K} $$ |
|-----------------------|--|---|
| | | \langle |

DO B. Jehl

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the well; and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts. ROUTINE USE: Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

(Continued on page 3)

(Form 3160-3, page 2)

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Additional Operator Remarks

Location of Well

1. SHL: SESE / 650 FSL / 315 FEL / TWSP: 24S / RANGE: 32E / SECTION: 35 / LAT: 32.168634 / LONG: -103.637939 (TVD: 0 feet, MD: 0 feet) PPP: SESE / 330 FSL / 330 FEL / TWSP: 24S / RANGE: 32E / SECTION: 35 / LAT: 32.167754 / LONG: -103.637989 (TVD: 4500 feet, MD: 4500 feet) BHL: NESE / 2410 FSL / 330 FEL / TWSP: 24S / RANGE: 32E / SECTION: 26 / LAT: 32.187992 / LONG: -103.637955 (TVD: 9645 feet) MD: 17046 feet)

BLM Point of Contact

Name: Sipra Dahal Title: Legal Instruments Examiner Phone: 5752345983 Email: sdahal@blm.gov

Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior. Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

• AFMSS

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Application Data Report

APD ID: 10400023482

Operator Name: COG PRODUCTION LLC

Well Name: EIDER FEDERAL

Well Type: OIL WELL

Submission Date: 10/17/2017

New Providence

Well Number: 307H Well Work Type: Drill



Show Final Text

Section 1 - General

| APD ID: 10400023482 | Tie to previous NOS? | Submission Date: 10/17/2017 | | | | | |
|------------------------------------|---------------------------------|--------------------------------------|--|--|--|--|--|
| BLM Office: CARLSBAD | User: Mayte Reyes | Title: Regulatory Analyst | | | | | |
| Federal/Indian APD: FED | Is the first lease penetrated f | or production Federal or Indian? FED | | | | | |
| Lease number: NMNM120907 | Lease Acres: 1840 | | | | | | |
| Surface access agreement in place? | Allotted? Re | servation: | | | | | |
| Agreement in place? NO | Federal or Indian agreement: | Federal or Indian agreement: | | | | | |
| Agreement number: | | | | | | | |
| Agreement name: | | | | | | | |
| Keep application confidential? YES | | | | | | | |
| Permitting Agent? NO | APD Operator: COG PRODUC | CTION LLC | | | | | |
| Operator letter of designation: | | | | | | | |

Operator Info

| Operator Organization Name | : COG PRODUCTION LLC | |
|-------------------------------------|----------------------|-------------------|
| Operator Address: 2208 Wes | st Main Street | 7 : |
| Operator PO Box: | | Zip: 88210 |
| Operator City: Artesia | State: NM | |
| Operator Phone: (575)748-69 | | |
| Operator Internet Address: r | nreyes1@concho.com | |
| | all information | |

Section 2 - Well Information

| Well in Master Development Plan? NÓ | Mater Development Plan name: | | | |
|---|------------------------------|------------------------|--|--|
| Vell in Master SUPO? NO Master SUPO name: | | | | |
| Well in Master Drilling Plan? NO | Master Drilling Plan name: | | | |
| Well Name: EIDER FEDERAL | Well Number: 307H | Well API Number: | | |
| Field/Pool or Exploratory? Field and Pool | Field Name: WILDCAT | Pool Name: BONE SPRING | | |

Is the proposed well in an area containing other mineral resources? USEABLE WATER

Well Number: 307H

| Describe other minerals: | | | | | |
|---|----------------|------------------------------|--------------------------------|---------------------------------|--|
| Is the proposed well in a Helium produc | ction area? N | Use Existing Well Pad? N | NO Ne | w surface disturbance? | |
| Type of Well Pad: MULTIPLE WELL | | • | | Imber: 107H, 108H, 307H, | |
| Well Class: HORIZONTAL | | FEDERAL Number of Legs: 1 | 207H, 401H, 601H | | |
| Well Work Type: Drill | | | | | |
| Well Type: OIL WELL | | | | | |
| Describe Well Type: | | | | | |
| Well sub-Type: INFILL | | | | | |
| Describe sub-type: | | | | | |
| Distance to town: 22 Miles | Distance to ne | arest well: 465 FT C | Distance to lease line: 315 FT | | |
| Reservoir well spacing assigned acres | Measurement: | 240 Acres | | | |
| Well plat: COG_Eider_307H_C102_2 | 017101714151 | 3.pdf | | | |
| Well work start Date: 02/01/2017 | | Duration: 30 DAYS | | | |

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Survey number:

| | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | QM | TVD |
|------------------|---------|--------------|---------|--------------|------|-------|---------|-------------------|---------------|---------------------|--------|-------------------|-------------------|------------|----------------|-----------|----|----------|
| SHL Leg #1 | 650 | FSL | 315 | FEL | 24S | 32E | 35 | Aliquot SESE | 32.16863 4 | - 103.6379 39 | LEA | | NEW MEXI CO | F | | 355 2 | 0 | 0 |
| KOP Leg #1 | 650 | FSL | 315 | FEL | 24S | 32E | 35 | Aliquot SESE | 32.16863 4 | - 103.6379 39 | LEA | NEW MEXI CO | NEW MEXI CO | F | | 355 2 | 0 | 0 |
| PPP Leg #1 | 330 | FSL | 330 | FEL | 24S | 32E | 35 | Aliquot SESE | 32.16775 4 | - 103.6379 89 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMNM 120907 | -948 | | 450 0 |

Vertical Datum: NAVD88

Operator Name: COG PRODUCTION LLC

Well Name: EIDER FEDERAL

-

Well Number: 307H

| | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | QW | DVT |
|-------------------|----------|--------------|---------|--------------|------|-------|---------|-------------------|---------------|---------------------|--------|-------------------|-------------------|------------|----------------|---------------|-----------|----------|
| EXIT Leg #1 | 231 0 | FSL | 330 | FEL | 24S | 32E | 26 | Aliquot NESE | 32.18771 7 | - 103.6379 56 | LEA | | NEW MEXI CO | F | NMNM 120907 | - 609 3 | 169 46 | 964 5 |
| BHL Leg #1 | 241 0 | FSL | 330 | FEL | 24S | 32E | 26 | Aliquot NESE | 32.18799 2 | - 103.6379 55 | LEA | NEW MEXI CO | | F | NMNM 120907 | - 609 3 | 170 46 | 964 5 |

| 676 | <u></u> | | |
|-----------------|---------------------------------|-----|----------------------|
| .5- | | | pring |
| L | | A | |
| ogrid No. 35 | Operator Name COG PRODUCTION | LLC | Elevation 3551.9' |

mil

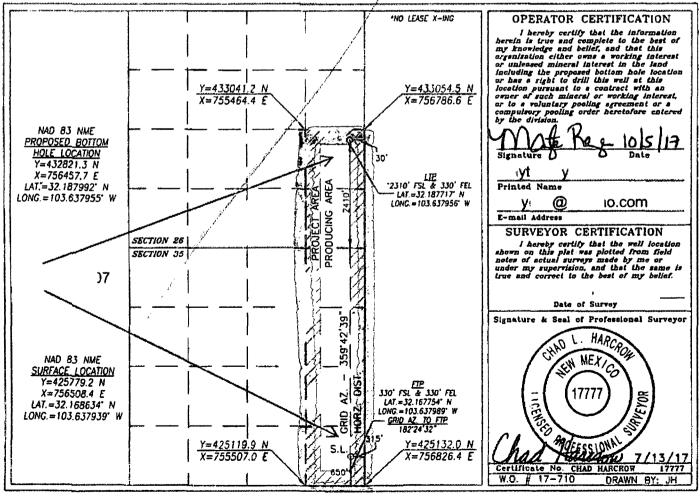
| Surface | Location |
|---------|----------|
|---------|----------|

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| Р | 35 | 24-S | 32-E | | 650 | SOUTH | 315 | EAST | LEA |

Bottom Hole Location If Different From Surface

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|----------------|-----------|-------------|----------------|---------|---------------|------------------|---------------|----------------|--------|
| | 26 | 24-S | 32-E | | 2410 | SOUTH | 330 | EAST | LEA |
| Dedicated Acre | s Joint o | r Infill Co | hsollitation (| Code Or | der No. | 1 | <u> </u> | | |
| 10 | | | | | | | | | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION





U.S. Department of the Interior BUREAU OF LAND MANAGEMENT Drilling Plan Data Repor

Submission Date: 10/17/2017



Well Name: EIDER FEDERAL

Operator Name: COG PRODUCTION LLC

Well Type: OIL WELL

APD ID: 10400023482

Well Number: 307H

Well Work Type: Drill

Section 1 - Geologic Formations

| Formation | | | Frue Vertical | Measured | | | Producing |
|-----------|--------------------|-----------|----------------------|----------|-------------|-------------------|-----------|
| I. ID | Formation Name | Elevation | Depth | Depth | Lithologies | Mineral Resources | Formation |
| 1 | QUATERNARY | 3552 | 0 | 0 | | NONE | No |
| 2 | RUSTLER | 2536 | 1016 | 1016 | | NONE | No |
| 3 | TOP SALT | 2203 | 1349 | 1349 | | NONE | No |
| 4 | BASE OF SALT | -1131 | 4683 | 4683 | | NONE | No |
| 5 | LAMAR | -1359 | 4911 | 4911 | | NONE | No |
| 6 | BELL CANYON | -1405 | 4957 | 4957 | | NONE | No |
| 7 | CHERRY CANYON | -2314 | 5866 | 5866 | | NATURAL GAS,OIL | No |
| 8 | BRUSHY CANYON | -3694 | 7246 | 7246 | SCHIST | NATURAL GAS,OIL | No |
| 9 | BONE SPRING LIME | -5336 | 8888 | 8888 | | NATURAL GAS, OIL | No |
| 10 | UPPER AVALON SHALE | -5668 | 9220 | 9220 | | NATURAL GAS,OIL | No |
| | | -5836 | 9388 | 9388 | | NATURAL GAS,OIL | Yes |
| 12 | BONE SPRING 1ST | -6421 | 9973 | 9973 | | NATURAL GAS,OIL | No |

Section 2 - Blowout Prevention

Pressure Rating (PSI): 2M

Rating Depth: 4940

Equipment: Annular. The BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold.

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and

Well Number: 307H

tested.

Choke Diagram Attachment:

COG_Eider_307H_2M_Choke_20171017142252.pdf

BOP Diagram Attachment:

COG_Eider_307H_2M_BOP_20171017142259.pdf

COG_Eider_307H_Flex_Hose_20171017142306.pdf

Pressure Rating (PSI): 3M Rating Depth: 9645

Equipment: Annular, Blind Ram, Pipe Ram. The BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold.

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold.

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Choke Diagram Attachment:

COG_Eider_307H_3M_Choke_20171017142331.pdf

BOP Diagram Attachment:

COG_Eider_307H_3M_BOP_20171017142338.pdf

COG_Eider_307H_Flex_Hose_20171017142345.pdf

| Casing ID | String Type | Hole Size | Csg Size | Condition | Standard | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing length MD | Grade | Weight | Joint Type | Collapse SF | Burst SF | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|------------------|-----------|----------|-----------|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|--------------------------------|-----------|--------|------------|-------------|----------|---------------|----------|--------------|---------|
| 1 | SURFACE | 17.5 | 13.375 | NEW | API | N | 0 | 1045 | 0 | 1045 | | | 1045 | J-55 | 54.5 | STC | 2.36 | 1.25 | DRY | 9.03 | DRY | 9.03 |
| 2 | INTERMED IATE | 12.2 5 | 9.625 | NEW | API | Y | 0 | 4940 | 0 | 4940 | | | 4940 | L-80 | 40 | LTC | 1.19 | 1.55 | DRY | 5.73 | DRY | 5.73 |
| 3 | PRODUCTI ON | 8.75 | 5.5 | NEW | API | N | 0 | 17046 | 0 | 17046 | | | 17046 | P- 110 | 17 | LTC | 1.6 | 2.88 | DRY | 2.71 | DRY | 2.71 |

Section 3 - Casing

Well Name: EIDER FEDERAL

Well Number: 307H

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Eider_307H_Casing_Prog_20171017142500.pdf

Casing ID: 2 String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

COG_Eider_307H_Casing_Prog_20171017142515.pdf

Casing Design Assumptions and Worksheet(s):

COG_Eider_307H_Casing_Prog_20171017142520.pdf

Casing ID: 3 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Eider_307H_Casing_Prog_20171017142600.pdf

Section 4 - Cement

Operator Name: COG PRODUCTION LLC Well Name: EIDER FEDERAL

Well Number: 307H

| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
|--------------|-----------|---------------------|--------|-----------|--------------|-------|---------|-------|---------|--------------------------------|-------------------|
| SURFACE | Lead | | 0 | 1045 | 440 | 1.75 | 13.5 | 770 | 50 | Class C | 4% Gel + 1% CaCl2 |
| SURFACE | Tail | | | 1045 | 250 | 1.34 | 14.8 | 335 | 50 | Class C | 2% CaCl2 |
| INTERMEDIATE | Lead | | 1045 | 4940 | 940 | . 2 | 12.7 | 1880 | 50 | Lead: 35:65:6 C Blend | As needed. |
| INTERMEDIATE | Tail | | | 4940 | 250 | 1.34 | 14.8 | 335 | 50 | Tail: Class C | 2% CaC12 |
| PRODUCTION | Lead | | 4940 | 1704 6 | 660 | 2.5 | 11.9 | 1650 | 25 | Lead: 50:50:10 H Blend | As needed. |
| PRODUCTION | Tail | | | 1704 6 | 2010 | 1.24 | 14.4 | 2492 | 25 | Tail: 50:50:2 Class H Blend | As needed. |

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirement will be kept on location at all times.

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring.

Circulating Medium Table

| Top Depth | Bottom Depth | Mud Type | Min Weight (Ibs/gal) | Max Weight (Ibs/gal) | Density (Ibs/cu ft) | Gel Strength (lbs/100 sqft) | Hd | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|----------------------------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|
| 4940 | 1704 6 | OTHER : Cut Brine | 8.6 | 9.3 | | | | | | | Cut Brine |
| 0 | 1045 | OTHER : FW Gel | 8.6 | 8.8 | | | | | | | FW Gel |
| 1045 | 4940 | OTHER : Saturated Brine | 10 | 10.1 | | | | | | | Saturated Brine |

Well Number: 307H

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures: None planned. List of open and cased hole logs run in the well: OTH Other log type(s): CNL/GR Coring operation description for the well: None planned.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4665

Anticipated Surface Pressure: 2618.34

Anticipated Bottom Hole Temperature(F): 155

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

COG_Eider_307H_H2S_Plan_20171017141238.pdf COG_Eider_307H_H2S_Schematic_20171017141247.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

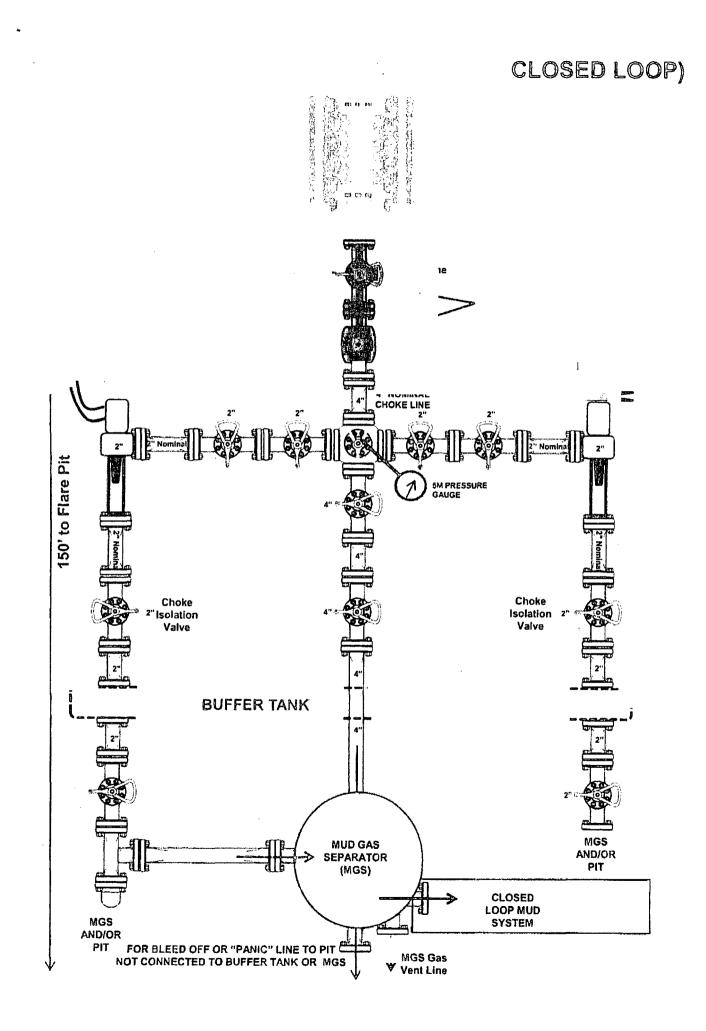
COG_Eider_307H_AC_Report_20171017141301.pdf COG_Eider_307H_Direct_Plan_20171017141310.pdf

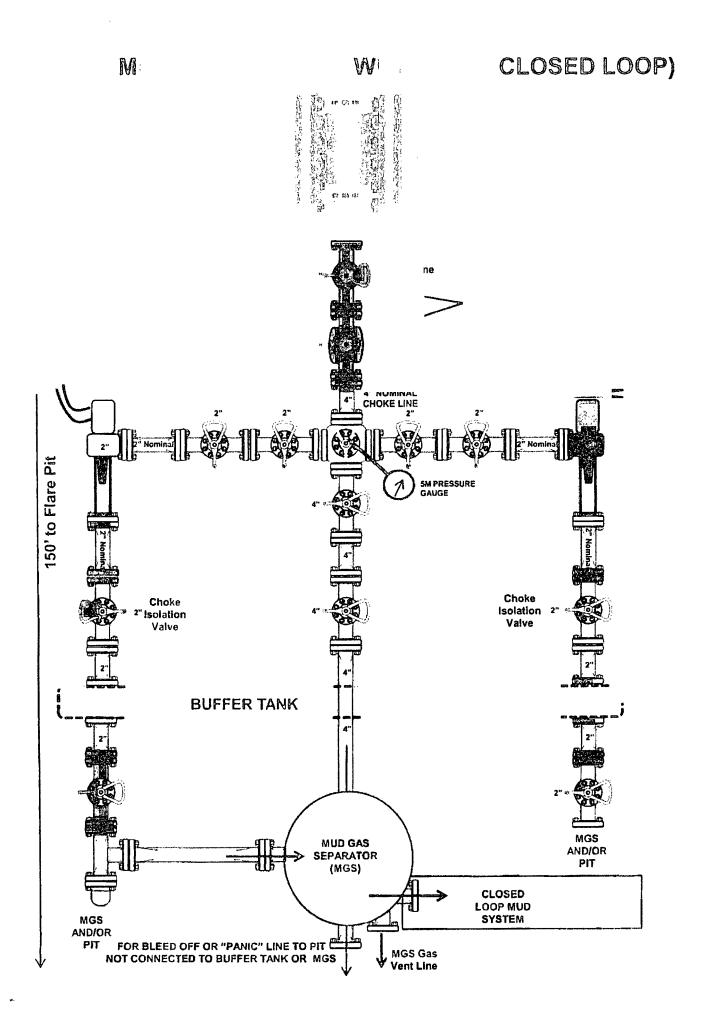
Other proposed operations facets description:

Other proposed operations facets attachment:

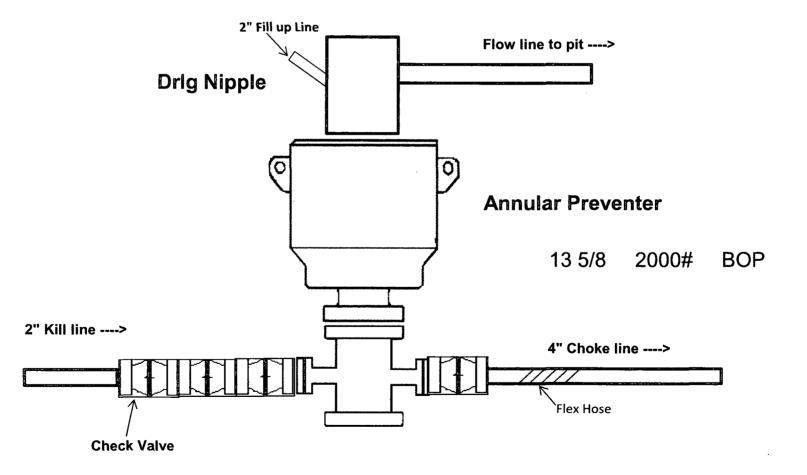
COG_Eider_307H_Drilling_Prog_20171017141323.pdf

Other Variance attachment:





2,000 psi BOP Schematic





TECHNIP Umbilicats Inc. COFLEXIP® Products and Solutions

.

Quality Control Department

Control Report Dated 6/27/2017

COFLEXIP® Products and Solutions FLEXIBLE PIPE TEST CERTIFICATE

| Customer | OFS CANADA INC | Line Number | L16883 |
|-------------|--------------------------------|--------------------|-----------------|
| | | Line Serial Number | L16883-201 |
| | | Part Number | 076 60414 05 05 |
| Application | 3" X 30' 10K CHOKE / KILL LINE | | |

COFLEXIP® Products Division certifies that the results of the test and controls performed on the above mentioned flexible pipe is as follows:

| Internal Diameter | 3 | inches | |
|---|--------|------------------|-----------------------------|
| Leogth | 30.46 | feet | |
| Working Pressure | 10000 | psi | QUALITY COMPA |
| Test Pressure | 15000 | psi | ACCESSF F |
| As per attached recorder chart Test Duration | 4 | hours | Con Technipervec |
| | at la | 6-26 | Realize A PODUCTS and Sould |
| DMER REPRESENTATIVE | TU-INC | C. QUALITY CONTI | |

THIRD PARTY INSPECTION FIRM OR CUSTOMER REPRESENTATIVE

-

DQAC 1124 Rev 4 17 Apr 17

Date Printed. 6/28/2017 8.56:23 AM

1

Test Configuration 12 Zone

| Sustain britermusion | | Production Information Custome ID OFS CANADA INC Une S/N LISSI3-203 QC Information Input QC hap ABE; Withness? Yes Special Instructions | Technician JUXN Third Party BV Test Procedure SIC 01 60 | |
|----------------------|---|---|--|--|
| | Pressure Transducer S/N 1178574 Statute Press 16505 Colta Due | TIBA Test Press 19800 Pressure Range | Cafibration Rev Minimum 9,00000 Rev Minimum | Eng Minimum G.00000 Eng Minimum 3000 Grocoo |
| 62812 4 1 | | | ernendel a Tille ger and the designed a single designed and the second second second second second second second | |

Test Configuration 12 Zone

| ofs canada inc | - · · · · · · · · · · · · · · · · · · · |
|----------------------|---|
| Line 5/N | Technician |
| 116813-201 | JUAN |
| QC Information Input | |
| QC Insp | Third Pasty |
| ABEL | BV |
| Althess? | Test Procedure |
| Yes | SIC 03 60 |
| Special Instructions | |
| | |
| | |

| ressure Transducer S/N 178574 | Temperature S/W TL3A | | Calibration | Eng Minimum C.020200 |
|---|----------------------------|--|---|------------------------------|
| atale Press 1900 | Test Press 13000 | | Raw Massimum 8.82000 | Eng Maximum 30000 Activit |
| Mb. Due 1/10/2011 Britishi AM | Prinare Range 0 - 20008 | ι, | | Z |
| Graph Company attribute - Hand a strandite | | s alter a strategic de seteret | en handen an ander den statistica also de | Pice 3 |
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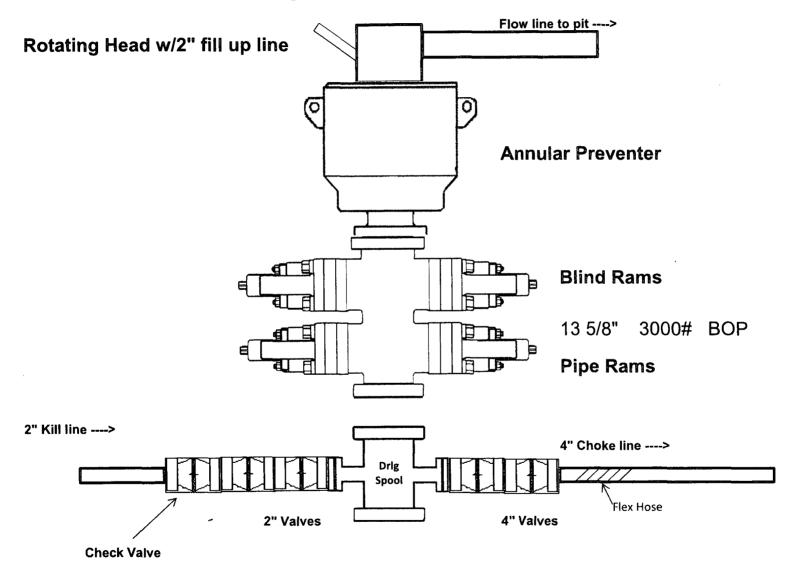
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3,000 psi BOP Schematic

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TECHNIP Umbilicais inc. COFLEXIP® Products and Solutions Quality Control Department

Control Report Dated 6/27/2017

COFLEXIP® Products and Solutions FLEXIBLE PIPE TEST CERTIFICATE

| Customer | OFS CANADA INC | Line Number | L16883 |
|----------|----------------|--------------------|-----------------|
| | | Line Serial Number | L16883-201 |
| | | Part Number | 076 60414 05 05 |
| | | | |

Application 3" X 30' 10K CHOKE / KILL LINE

COFLEXIP® Products Division certifies that the results of the test and controls performed on the above mentioned flexible pipe is as follows:

| Internal Diameter | 3 | inches | |
|---|-------|--------|----------------------------|
| Length | 30.46 | feet | |
| Working Pressure | 10000 | psi | QUALITY CONTA |
| Test Pressure | 15000 | psl | Accept 17 |
| As per attached recorder chart Test Duration | 4 | hours | E - DFAR |
| | | | Real of Columns and Schull |

THIRD PARTY INSPECTION FIRM OR CUSTOMER REPRESENTATIVE

TU-INC. QUALITY CONTROL

DQAC 1124 Rev 4 17 Apr 17

Date Printed: 6/28/2017 8:56:23 AM

| Hole Size | Ca From | asing To | Csg. Size | Weight (lbs) | Grade | Conn. | SF Collapse | SF Burst | SF Tension |
|-----------|------------|-------------|-----------|-----------------|-------|--------------------|----------------|----------|---------------|
| 17.5" | 0 | 1045 | 13.375" | 54.5 | J55 | STC | 2.36 | 1.25 | 9.03 |
| 12.25" | 0 | 4000 | 9.625" | 40 | J55 | LTC | 1.22 | 1.07 | 3.25 |
| 12.25" | 4000 | 4940 | 9.625" | 40 | L80 | LTC | 1.19 | 1.55 | 5.73 |
| 8.75" | 0 | 17,046 | 5.5" | 17 | P110 | LTC | 1.60 | 2.88 | 2.71 |
| <u> </u> | | | BLM | 1.125 | 1 | 1.6 Dry 1.8 Wet | | | |

Intermediate casing will be kept at least 1/3 full while running casing to mitigate collapse. Intermediate burst based on 0.7 frac gradient at the shoe with Gas Gradient 0.1 psi/ft to surface. All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

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| Hole Size | C. From | asing To | Csg. Size | Weight (lbs) | Grade | Çonn. | SF Collapse | SF Burst | SF Tension |
|-----------|------------|-------------|-----------|-----------------|----------|----------|----------------|----------|--------------------|
| 17.5" | 0 | 1045 | 13.375" | 54.5 | J55 | STC | 2.36 | 1.25 | 9.03 |
| 12.25" | 0 | 4000 | 9.625" | 40 | J55 | LTC | 1.22 | 1.07 | 3.25 |
| 12.25" | 4000 | 4940 | 9.625" | 40 | L80 | LTC | 1.19 | 1.55 | 5.73 |
| 8.75" | 0 | 17,046 | 5.5" | 17 | P110 | LTC | 1.60 | 2.88 | 2.71 |
| | | | BLM | 1 Minimur | n Safety | / Factor | 1.125 | 1 | 1.6 Dry 1.8 Wet |

Intermediate casing will be kept at least 1/3 full while running casing.to mitigate collapse. Intermediate burst based on 0.7 frac gradient at the shoe with Gas Gradient 0.1 psi/ft to surface. All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

| Hole Size | | sing | Csg. Size | Weight | Grade | Conn | SF | SF Burst | SF |
|-----------|------|--------|-----------|-----------|----------|--------|----------|----------|--------------------|
| | From | То | | (lbs) | | | Collapse | | Tension |
| 17.5" | 0 | 1045 | 13.375" | 54.5 | J55 | STC | 2.36 | 1.25 | 9.03 |
| 12.25" | 0 | 4000 | 9.625" | 40 | J55 | LTC | 1.22 | 1.07 | 3.25 |
| 12.25" | 4000 | 4940 | 9.625" | 40 | L80 | LTC | 1.19 | 1.55 | 5.73 |
| 8.75" | 0 | 17,046 | 5.5" | 17 | P110 | LTC | 1.60 | 2.88 | 2.71 |
| <u> </u> | | | BLM | 1 Minimur | n Safety | Factor | 1.125 | 1 | 1.6 Dry 1.8 Wet |

Intermediate casing will be kept at least 1/3 full while running casing.to mitigate collapse. Intermediate burst based on 0.7 frac gradient at the shoe with Gas Gradient 0.1 psi/ft to surface. All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

| | Ca | asing | | Weight | Grade | | SF | SF Burst | SF |
|-----------|------|--------|-----------|-----------|----------|--------|----------|----------|--------------------|
| Hole Size | From | То | Csg. Size | (lbs) | Grade | Conn. | Collapse | JF DUISt | Tension |
| 17.5" | 0 | 1045 | 13.375" | 54.5 | J55 | STC | 2.36 | 1.25 | 9.03 |
| 12.25" | 0 | 4000 | 9.625" | 40 | J55 | LTC | 1.22 | 1.07 | 3.25 |
| 12.25" | 4000 | 4940 | 9.625" | 40 | L80 | LTC | 1.19 | 1.55 | 5.73 |
| 8.75" | 0 | 17,046 | 5.5" | 17 | P110 | LTC | 1.60 | 2.88 | 2.71 |
| | | | BLN | l Minimun | n Safety | Factor | 1.125 | 1 | 1.6 Dry 1.8 Wet |

Intermediate casing will be kept at least 1/3 full while running casing to mitigate collapse. Intermediate burst based on 0.7 frac gradient at the shoe with Gas Gradient 0.1 psi/ft to surface. All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

ERATOR CERTIFICATION

under my direct supervision, have inspected the drill site and I am familiar with the conditions that presently exist; that I nd Federal laws applicable to this operation; that the statements to the best of my knowledge, true and correct; and that the work proposed herein will be performed in conformity with this APD ditions under which it is approved. I also certify that I, or COG ble for the operations conducted under this application. These provisions of 18 U.S.C. 1001 for the filing of false statements.



mate Been

Artesia, NM 88210

ve signatory): Rand French -mail: rfrench@concho.com





Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO Produced Water Disposal (PWD) Location: PWD surface owner: Lined pit PWD on or off channel: Lined pit PWD discharge volume (bbl/day): Lined pit specifications: Pit liner description: Pit liner manufacturers information: Precipitated solids disposal: Decribe precipitated solids disposal: Precipitated solids disposal permit: Lined pit precipitated solids disposal schedule: Lined pit precipitated solids disposal schedule attachment: Lined pit reclamation description: Lined pit reclamation attachment: Leak detection system description: Leak detection system attachment: Lined pit Monitor description: Lined pit Monitor attachment: Lined pit: do you have a reclamation bond for the pit? Is the reclamation bond a rider under the BLM bond? Lined pit bond number: Lined pit bond amount: Additional bond information attachment:

PWD disturbance (acres):

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Unlined pit precipitated solids disposal schedule:

Unlined pit precipitated solids disposal schedule attachment:

Unlined pit reclamation description:

Unlined pit reclamation attachment:

Unlined pit Monitor description:

Unlined pit Monitor attachment:

Do you propose to put the produced water to beneficial use?

Beneficial use user confirmation:

Estimated depth of the shallowest aquifer (feet):

Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

TDS lab results:

Geologic and hydrologic evidence:

State authorization:

Unlined Produced Water Pit Estimated percolation:

Unlined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Unlined pit bond number:

Unlined pit bond amount:

Additional bond information attachment:

Section 4 - Injection

Would you like to utilize Injection PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

PWD disturbance (acres):

PWD disturbance (acres):

Injection well type: Injection well number: Assigned injection well API number? Injection well new surface disturbance (acres): Minerals protection information: Mineral protection attachment: Underground Injection Control (UIC) Permit? UIC Permit attachment:

Section 5 - Surface Discharge

Would you like to utilize Surface Discharge PWD options? NO

 Produced Water Disposal (PWD) Location:

 PWD surface owner:
 PW

 Surface discharge PWD discharge volume (bbl/day):
 Surface Discharge NPDES Permit?

 Surface Discharge NPDES Permit attachment:
 Surface Discharge site facilities information:

 Surface discharge site facilities map:
 Surface Discharge site facilities map:

Section 6 - Other

Would you like to utilize Other PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

.

Other PWD discharge volume (bbl/day):

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:

PWD disturbance (acres):

Injection well name: Injection well API number:

PWD disturbance (acres):

FMSS

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB000860

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Bond Info Data Report

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:

Operator Name: COG PRODUCTION LLC Well Name: EIDER FEDERAL

Well Number: 307H

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other Information

Right of Way needed? NO ROW Type(s): Use APD as ROW?

ROW Applications

SUPO Additional Information: COG respectfully requests approval to build a 1000' x 1000' Gadwall 35 Federal Frac Pond 2 to serve this well and any other well within a two mile radius. The proposed frac pond is to be located in Section 35, T24S, R32E. Plats are attached.

Use a previously conducted onsite? YES

Previous Onsite information: Onsite conpleted on 8/22/2017 by Rand French (COG); Gerald Herrera (COG); and Jeff Robertson (BLM).

Other SUPO Attachment

COG_Gadwall_Frac_Pond_2_20171017065148.pdf COG_Eider_307H_Certification_20171017141031.pdf Well Number: 307H

PLS pounds per acre:

Proposed seeding season:

Seed Summary

Total pounds/Acre:

Seed Type

Pounds/Acre

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name: Rand

Phone: (432)254-5556

Last Name: French Email: rfrench@concho.com

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: N/A

Weed treatment plan attachment:

Monitoring plan description: N/A

Monitoring plan attachment:

Success standards: N/A

Pit closure description: N/A

Pit closure attachment:

COG_Eider_307H_Closed_Loop_20171017141013.pdf

Section 11 - Surface Ownership

Disturbance type: WELL PAD Describe: Surface Owner: BUREAU OF LAND MANAGEMENT Other surface owner description: BIA Local Office: BOR Local Office: COE Local Office:

Well Name: EIDER FEDERAL

Well Number: 307H

Reconstruction method: Portions of the pad not needed for production operationswill be re-contoured to its original state as much as possible. The caliche that is removed will be reused. The stockpiled topsoil will be spread out over reclaimed area and reseeded with BLM approved seed mixture **Topsoil redistribution:** South 80', East 80'

Soil treatment: None

Existing Vegetation at the well pad: Shinnery Oak/Mesquite grassland.

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Shinnery Oak/Mesquite grassland.

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: Shinnery Oak/Mesquite grassland.

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: N/A

Existing Vegetation Community at other disturbances attachment:

Non native seed used? NO

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO Seed harvest description: Seed harvest description attachment:

Seed Management

| Seed Table | |
|--------------------|-----------------|
| Seed type: | Seed source: |
| Seed name: | |
| Source name: | Source address: |
| Source phone: | |
| Seed cultivar: | |
| Seed use location: | |

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: YES

Ancillary Facilities attachment:

COG_Eider_307H_GCP_20171017140840.pdf

Comments: GCP Attached.

Section 9 - Well Site Layout

Well Site Layout Diagram:

COG_Eider_CTB_2_20171017140903.pdf COG_Eider_307H_Prod_Facility_20171017140943.pdf

COG_Eider_307H_CTB_Flowlines_20171017140956.pdf

Comments: Production will be sent to the proposed Eider CTB 2, A surface flow line of approximately 131.8' of 3" steel pipe carrying oil, gas and water under a maximum pressure of 125 psi will follow the road to the facility at the Eider CTB 2 location. We plan to install a 4" surface polyethylene pipe transporting Gas Lift Gas from the Eider CTB 2 to the Eider Federal 307H. The surface Gas Lift Gas pipe of approximately 131.8' under a maximum pressure of 125 psi will be installed no farther than 10 feet from the edge of the road.

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: EIDER FEDERAL

Multiple Well Pad Number: 107H, 108H, 307H, 207H, 401H, 601H

Recontouring attachment:

Drainage/Erosion control construction: If needed, immediately following pad construction approximately 400' of straw waddles will be placed on the west side of the location, 200' of straw waddles will be placed on the northwest side of the location, and 200' of straw waddles will be placed on the southwest side of the location to reduce sediment impacts to fragile/sensitive soils.

Drainage/Erosion control reclamation: N/A

| Well pad proposed disturbance (acres): | Well pad interim reclamation (acres): 4.54 | Well pad long term disturbance (acres): 3.21 |
|---|---|--|
| Road proposed disturbance (acres): | Road interim reclamation (acres): 0.23 | Road long term disturbance (acres): |
| Powerline proposed disturbance (acres): Pipeline proposed disturbance (acres): Other proposed disturbance (acres): Total proposed disturbance: | Powerline interim reclamation (acres): Pipeline interim reclamation (acres): 0.3987888 Other interim reclamation (acres): 0 Total interim reclamation: 5.168789 | 0.02 |

Disturbance Comments:

Well Name: EIDER FEDERAL

Well Number: 307H

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility.

Waste type: GARBAGE

Waste content description: Garbage and trash produced during drilling and completion operations.

Amount of waste: 500 pounds

Waste disposal frequency : One Time Only

Safe containment description: Garbage and trash produced during drilling and completion operations will be collected in a trash container and disposed of properly at a state approved disposal facility. **Safe containmant attachment:**

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL FACILITY Disposal type description:

Disposal location description: Trucked to an approved disposal facility.

Reserve Pit

Reserve pit width (ft.)

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NOAre you storing cuttings on location? YESDescription of cuttings location Roll off cutting containers on tracks.Cuttings area length (ft.)Cuttings area width (ft.)Cuttings area depth (ft.)Cuttings area volume (cu. yd.)Is at least 50% of the cuttings area in cut?WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: YES

Ancillary Facilities attachment:

COG_Eider_307H_GCP_20171017140840.pdf

Comments: GCP Attached.

Section 9 - Well Site Layout

Well Site Layout Diagram:

COG_Eider_CTB_2_20171017140903.pdf COG Eider 307H Prod_Facility_20171017140943.pdf

COG_Eider_307H_CTB_Flowlines_20171017140956.pdf

Comments: Production will be sent to the proposed Eider CTB 2, A surface flow line of approximately 131.8' of 3" steel pipe carrying oil, gas and water under a maximum pressure of 125 psi will follow the road to the facility at the Eider CTB 2 location. We plan to install a 4" surface polyethylene pipe transporting Gas Lift Gas from the Eider CTB 2 to the Eider Federal 307H. The surface Gas Lift Gas pipe of approximately 131.8' under a maximum pressure of 125 psi will be installed no farther than 10 feet from the edge of the road.

Section 10 - Plans for Surface Reclamation

| Type of disturbance: New Surface Distur |
|---|
|---|

Multiple Well Pad Name: EIDER FEDERAL

Multiple Well Pad Number: 107H, 108H, 307H, 207H, 401H, 601H

Recontouring attachment:

Drainage/Erosion control construction: If needed, immediately following pad construction approximately 400' of straw waddles will be placed on the west side of the location, 200' of straw waddles will be placed on the northwest side of the location, and 200' of straw waddles will be placed on the southwest side of the location to reduce sediment impacts to fragile/sensitive soils.

Drainage/Erosion control reclamation: N/A

| Well pad proposed disturbance (acres): | Well pad interim reclamation (acres): 4.54 | Well pad long term disturbance (acres): 3.21 |
|--|--|--|
| Road proposed disturbance (acres): | Road interim reclamation (acres): 0.23 | Road long term disturbance (acres): |
| Powerline proposed disturbance | Powerline interim reclamation (acres): | 0.23 Powerline long term disturbance |
| (acres): Pipeline proposed disturbance (acres): Other proposed disturbance (acres): | Pipeline interim reclamation (acres): 0.3987888 Other interim reclamation (acres): 0 | (acres): Pipeline long term disturbance (acres): 0.3987888 Other long term disturbance (acres): 0 |
| Total proposed disturbance: | Total interim reclamation: 5.168789 | Total long term disturbance: 3.8387887 |

Disturbance Comments:

Operator Name: COG PRODUCTION LLC Well Name: EIDER FEDERAL

Est depth to top of aquifer(ft):

Well Number: 307H

Est thickness of aquifer.

| Aquifer comments: | |
|-------------------------------------|------------------------------------|
| Aquifer documentation: | |
| Well depth (ft): | Well casing type: |
| Well casing outside diameter (in.): | Well casing inside diameter (in.): |
| New water well casing? | Used casing source: |
| Drilling method: | Drill material: |
| Grout material: | Grout depth: |
| Casing length (ft.): | Casing top depth (ft.): |
| Well Production type: | Completion Method: |
| Water well additional information: | |
| State appropriation permit: | |

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche will be obtained from the actual well site. If caliche does not exist or is not plentiful from the well site, the caliche will be hauled from Mack Chase caliche pit located in Section 20, T24S, R33E. (575) 748-1288.

Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: SEWAGE

Waste content description: Human waste and gray water.

Amount of waste: 1000 gallons

Waste disposal frequency : One Time Only

Safe containment description: Waste will be properly contained and disposed of properly at a state approved disposal facility.

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: PRIVATE FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility.

Waste type: DRILLING

Waste content description: Drilling fluids and produced oil land water while drilling and completion operations.

Amount of waste: 6000 barrels

Waste disposal frequency : One Time Only

Safe containment description: All drilling waste will be stored safely and disposed of properly.

Section 5 - Location and Types of Water Supply

Water Source Table

| Water source use type: ICE PAD CONSTRUCTION & MAINTENANCE, STIMULATION, SURFACE CASING Describe type: Fresh Water | Water source type: OTHER |
|--|--|
| Source latitude: | Source longitude: |
| Source datum: | |
| Water source permit type: PRIVATE CONTRACT,PRIVATE CONTRACT Source land ownership: PRIVATE | |
| Water source transport method: PIPELINE, PIPELINE | |
| Source transportation land ownership: PRIVATE | |
| Water source volume (barrels): 337500 | Source volume (acre-feet): 43.50142 |
| Source volume (gal): 14175000 | |
| | |
| Water source use type: INTERMEDIATE/PRODUCTION CASING | Water source type: OTHER |
| Water source use type: INTERMEDIATE/PRODUCTION CASING Describe type: Brine Water | Water source type: OTHER |
| | Water source type: OTHER Source longitude: |
| Describe type: Brine Water | |
| Describe type: Brine Water Source latitude: | |
| Describe type: Brine Water Source latitude: Source datum: Water source permit type: PRIVATE CONTRACT,PRIVATE | |
| Describe type: Brine Water Source latitude: Source datum: Water source permit type: PRIVATE CONTRACT,PRIVATE CONTRACT | |
| Describe type: Brine Water Source latitude: Source datum: Water source permit type: PRIVATE CONTRACT,PRIVATE CONTRACT Source land ownership: COMMERCIAL | |
| Describe type: Brine Water Source latitude: Source datum: Water source permit type: PRIVATE CONTRACT,PRIVATE CONTRACT Source land ownership: COMMERCIAL Water source transport method: TRUCKING,TRUCKING | |
| Describe type: Brine Water Source latitude: Source datum: Water source permit type: PRIVATE CONTRACT,PRIVATE CONTRACT Source land ownership: COMMERCIAL Water source transport method: TRUCKING,TRUCKING Source transportation land ownership: COMMERCIAL | Source longitude: |

Water source and transportation map:

COG_Eider_307H_Brine_H2O_20171017140812.pdf COG Eider 307H Fresh H2O_20171017140822.pdf

Water source comments: The fresh water will be obtained from Mark McCloy water well located in Section 33, T24S, R33E, or from Rock House Ranch (575) 885-4195, Brine water will be purchased from Mesquite Services (575) 887-4847. No water well will be drilled on the location. New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Access surfacing type: OTHER Access topsoil source: ONSITE Access surfacing type description: Caliche Access onsite topsoil source depth: 6 Offsite topsoil source description: Onsite topsoil removal process: Blading Access other construction information: No turnouts are planned. Re-routing access road around proposed well location. Access miscellaneous information: Number of access turnouts: Access turnout map:

Drainage Control

New road drainage crossing: CULVERT, OTHER

Drainage Control comments: None necessary.

Road Drainage Control Structures (DCS) description: None needed.

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

COG_Eider_307H_1_Mile_Data_20171017140746.pdf

Existing Wells description:

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? DEFER

Estimated Production Facilities description: Production will be sent to the proposed Eider CTB 2, A surface flow line of approximately 131.8' of 3" steel pipe carrying oil, gas and water under a maximum pressure of 125 psi will follow the road to the facility at the Eider CTB 2 location. We plan to install a 4" surface polyethylene pipe transporting Gas Lift Gas from the Eider CTB 2 to the Eider Federal 307H. The surface Gas Lift Gas pipe of approximately 131.8' under a maximum pressure of 125 psi will be installed no farther than 10 feet from the edge of the road.

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

APD ID: 10400023482

Operator Name: COG PRODUCTION LLC

Well Name: EIDER FEDERAL

Well Type: OIL WELL

Submission Date: 10/17/2017

Row(s) Exist? YES

Well Number: 307H Well Work Type: Drill Highlighicel data scilicata tha mass

SUPO Data Repo

iccend changed

Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

COG_Eider_307H_Existing_Road_20171017140708.pdf

Existing Road Purpose: ACCESS, FLUID TRANSPORT

ROW ID(s)

ID: NM132549

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

| Will new roads be needed? YES | | | | | | |
|--|---|---|--|--|--|--|
| New Road Map: | | | | | | |
| COG_Eider_307H_Map | COG_Eider_307H_Maps_Plats_20171017140734.pdf | | | | | |
| New road type: RESO | URCE | | | | | |
| Length: 723.2 | Feet | Width (ft.): 30 | | | | |
| Max slope (%): 33 | | Max grade (%): 1 | | | | |
| Army Corp of Enginee | Army Corp of Engineers (ACOE) permit required? NO | | | | | |
| ACOE Permit Number | ACOE Permit Number(s): | | | | | |
| New road travel width | : 14 | | | | | |
| New road access eros drainage, and to be con | | Il be diverted where necessary to avoid ponding, prevent erosion, maintain food age patterns. | | | | |

New road access plan or profile prepared? NO

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

COG Operating, LLC - Eider Federal #307H

7. Drilling Conditions

| Condition | Specify what type and where? |
|----------------------------|------------------------------|
| BH Pressure at deepest TVD | 4665 psi at 9645' TVD |
| Abnormal Temperature | NO 155 Deg. F. |

No abnormal pressure or temperature conditions are anticipated. Sufficient mud materials to maintain mud properties and weight increase requirements will be kept on location at all times.

Sufficient supplies of Paper/LCM for periodic sweeps to control seepage and losses will be maintained on location.

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

N H2S is present Y H2S Plan attached

8. Other Facets of Operation

| Υ | Is it a walking operation? |
|---|----------------------------|
| N | ls casing pre-set? |

| x | H2S Plan. |
|---|-------------------------|
| × | BOP & Choke Schematics. |
| x | Directional Plan |

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5. Mud Program

| From | Depth To | Туре | Weight (ppg) | Viscosity | Water Loss |
|-----------------|-----------------|-----------------|-----------------|-----------|------------|
| 0 | Surf. Shoe | FW Gel | 8.6 - 8.8 | 28-34 | N/C |
| Surf csg | 9-5/8" Int shoe | Saturated Brine | 10 - 10.1 | 28-34 | N/C |
| 9-5/8" Int shoe | Lateral TD | Cut Brine | 8.6 - 9.3 | 28-34 | N/C |

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

| What will be used to monitor the loss or gain of fluid? | PVT/Pason/Visual Monitoring |
|---|-----------------------------|
| | |
| | |
| | |

6. Logging and Testing Procedures

| Logging, Coring and Testing. | |
|------------------------------|---|
| | Will run GR/CNL from TD to surface (horizontal well – |
| Y | vertical portion of hole). Stated logs run will be in the |
| | Completion Report and submitted to the BLM. |
| v | No Logs are planned based on well control or offset log |
| T | information. |
| N | Drill stem test? If yes, explain. |
| N | Coring? If yes, explain. |

| Ad | ditional logs planned | Interval |
|----|-----------------------|--|
| Ν | Resistivity | Pilot Hole TD to ICP |
| Ν | Density | Pilot Hole TD to ICP |
| Y | CBL | Production casing (If cement not circulated to surface) |
| Υ | Mud log | Intermediate shoe to TD |
| Ν | PEX | |

4. Pressure Control Equipment

| NI | A variance is requested for the use of a diverter on the surface casing. |
|----|--|
| IN | See attached for schematic. |

| BOP installed and tested before drilling which hole? | Size? | Min. Required WP | Ту | pe | × | Tested to: |
|---|---------|------------------------|------------|------|---|----------------------------|
| | | | Ann | ular | х | 2000 psi |
| | | | Blind | Ram | | |
| 12-1/4" | 13-5/8" | 2M | Pipe Ram | | | 2M |
| | | | Double Ram | | | |
| | | | Other* | | | |
| | 13-5/8" | ЗМ | Annular | | x | 50% testing pressure |
| 8-3/4" | | | Blind Ram | | х | ЗМ |
| | | | Pipe Ram | | x | |
| | | | Double Ram | | | |
| | | | Other* | | | |

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

| | Formation integrity test will be performed per Onshore Order #2. | | | | | |
|---|--|--|--|--|--|--|
| × | On Exploratory wells or 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. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i. | | | | | |
| Y | A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart. | | | | | |
| | N Are anchors required by manufacturer? | | | | | |
| N | A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. | | | | | |

3. Cementing Program

| Casing | # Sks | Wt. Ib/ gal | Yid ft3/ sack | H₂0 gal/sk | 500# Comp. Strength (hours) | |
|----------|-------|----------------|------------------|------------|-----------------------------------|-----------------------------------|
| Surf. | 440 | 13.5 | 1.75 | 9 | 12 | Lead: Class C + 4% Gel + 1% CaCl2 |
| Suri. | 250 | 14.8 | 1.34 | 6.34 | 8 | Tail: Class C + 2% CaCl2 |
| Inter | 940 | 12.7 | 2.0 | 9.6 | 16 | Lead: 35:65:6 C Blend |
| Inter. | 250 | 14.8 | 1.34 | 6.34 | 8 | Tail: Class C + 2% CaCl |
| 5.5 Prod | 660 | 11.9 | 2.5 | 19 | 72 | Lead: 50:50:10 H Blend |
| | 2010 | 14.4 | 1.24 | 5.7 | 19 | Tail: 50:50:2 Class H Blend |

Volumes Subject to Observed Hole Conditions and/or Fluid Caliper Results Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

| Casing String | ТОС | % Excess |
|------------------------------|--------|---|
| Surface | 0' | 50% |
| 1 st Intermediate | 0' | 50% |
| Production | 3,500' | 25% OH in Lateral (KOP to EOL) – 40% OH in Vertical |

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| | YorN |
|--|-----------|
| Is casing new? If used, attach certification as required in Onshore Order #1 | Y |
| Does casing meet API specifications? If no, attach casing specification sheet. | Y |
| Is premium or uncommon casing planned? If yes attach casing specification sheet. | N |
| Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria). | Y |
| Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing? | Y |
| | 加加上的时代的门口 |
| Is well located within Capitan Reef? | N |
| If yes, does production casing cement tie back a minimum of 50' above the Reef? | |
| Is well within the designated 4 string boundary? | |
| | |
| Is well located in SOPA but not in R-111-P? | N |
| If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing? | |
| | |
| Is well located in R-111-P and SOPA? | N |
| If yes, are the first three strings cemented to surface? | |
| Is 2 nd string set 100' to 600' below the base of salt? | |
| | |
| Is well located in high Cave/Karst? | N |
| If yes, are there two strings cemented to surface? | |
| (For 2 string wells) If yes, is there a contingency casing if lost circulation occurs? | |
| | |
| Is well located in critical Cave/Karst? | N |
| If yes, are there three strings cemented to surface? | |

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1. Geologic Formations

| TVD of targe | t 9,645' EOL | Pilot hole depth | NA |
|---|---|------------------------------|---|
| MD at TD: | 17,046' | Deepest expected fresh water | 380' |
| Non-second rates of the lates of a second of the schedule above and the | 1 (25 - 1 - 1 - 1 - 25 - 1 - 1 - 25 - 1 - 1 - 2 - 1 - 1 - 2 - | | and a state of the second state |
| Formation | Depth (TVD) | Water/Mineral Bearing/ | Hazards* |
| | from KB | Target Zone? | |
| Quaternary Fill | Surface | Water | |
| Rustler | 1016 | Water | |
| Top of Salt | 1349 | Salt | |
| Base of Salt | 4683 | Salt | |
| Lamar | 4911 | Salt Water | |
| Bell Canyon | 4957 | Salt Water | |
| Cherry Canyon | 5866 | Oil/Gas | |
| Brushy Canyon | 7246 | Oil/Gas | |
| Bone Spring Lime | 8888 | Oil/Gas | |
| U. Avalon Shale | 9220 | Oil/Gas | |
| L. Avalon Shale | 9388 | Oil/Gas | |
| 1st Bone Spring Sand | 9973 | Not Penetrated | |
| 2nd Bone Spring Sand | Х | Not Penetrated | |
| 3rd Bone Spring Sand | Х | Not Penetrated | |
| Wolfcamp | Х | Not Penetrated | |

2. Casing Program

| Hole Size | Casing | | Csg. Size | Weight | Grade | Cont | SF | SF Burst | SF |
|---------------------------|--------|--------|--------------------|--------|-------|-------|----------|----------|--------------------|
| | From | То | - CSG. 3120 | (lbs) | Grade | Conn. | Collapse | JF DUISL | Tension |
| 17.5" | 0 | 1045 | 13.375" | 54.5 | J55 | STC | 2.36 | 1.25 | 9.03 |
| 12.25" | 0 | 4000 | 9.625" | 40 | J55 | LTC | 1.22 | 1.07 | 3.25 |
| 12.25" | 4000 | 4940 | 9.625" | 40 | L80 | LTC | 1.19 | 1.55 | 5.73 |
| 8.75" | 0 | 17,046 | 5.5" | 17 | P110 | LTC | 1.60 | 2.88 | 2.71 |
| BLM Minimum Safety Factor | | | | | | | 1.125 | 1 | 1.6 Dry 1.8 Wet |

Intermediate casing will be kept at least 1/3 full while running casing to mitigate collapse. Intermediate burst based on 0.7 frac gradient at the shoe with Gas Gradient 0.1 psi/ft to surface. All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h