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 Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Form C-101 August 1, 2011

Permit 125914

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

1. Operator	Name and Address	2. OGRID Number	
	RATING LLC	229137	
550 W TEXAS MIDLAND , TX 79701		3. API Number	
2722362	0.0000000000000000000000000000000000000	30-015-39351	
4. Property Code	5. Property Name	6. Well No.	
36826	TEX-MACK	250	

7. Surface Location

UL	- Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
1	K	2	17S	31E	K	1600	S	2335	W	EDDY

8. Pool Information

FREN, GLORIETA-1ESO 20//C	FREN: GLORIETA-YESO	26770
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Additional Well Information

		Additional Well Inform	ation		
9. Work Type 10. Well Type New Well OIL 14. Multiple 15. Proposed Depth N 6900		11. Cable/Rotary	12. Lesse Type State	13. Ground Level Elevation 3982	
		16. Formation 17. Contractor Yeso Formation		18. Spud Date 10/31/2011	
Depth to Ground water		Distance from nearest fresh water > 1000	Distance from nearest fresh water well > 1000		

19. Proposed Casing and Cement Program

			Troposed Casing	una cementari	B	
Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	725	600	0
Int1	11	8.625	32	1800	800	0
Prod	7.875	5.5	17	6900	1200	0

Casing/Cement Program: Additional Comments

COG proposes to drill a 17-1/2" hole to 725' w/fr wtr mud system, wt 8.5, vis 28, set 13-3/8" casing & cement to surface. Drill an 11" hole to 1800' w/br mud system, wt 10, vis 30. Set 8-5/8" casing & cement to surface. Drill 7-7/8" hole to 6900' w/cut brine mud system, wt 9.1, vis 29-32. Test Yeso formation. Run 5-1/2" casing & cememt to surface. Note: On production string, a caliper will be run, COG will attempt to circulate cement.

Proposed Blowout Prevention Program

(4)	Troposcu Dionout Tr	C CHUICH I I Ogiani	X21 V2
Туре	Working Pressure	Test Pressure	Manufacturer
DoubleRam	2000	2000	

of my knowledge and belief.	n given above is true and complete to the best g pit will be constructed according to	OIL CONSERVATION DIVISION			
	al permit □, or an (attached) alternative	Approved By: Randy Dade			
Printed Name: Electronically	y filed by Diane Kuykendall	Title: District Supervisor			
Title: Production Reporting	Mgr	Approved Date: 8/26/2011	Expiration Date: 8/26/2013		
Email Address: dkuykendal	1@conchoresources.com		711		
Date: 8/25/2011	Phone: 432-683-7443	Conditions of Approval Attached			

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1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462 State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-102 August 1, 2011

Permit 125914

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-39351	2. Pool Code 26770	3. Pool Name FREN; GLORIETA-YESO
4. Property Code 36826	5. Property I TEX-MA	
7. OGRID No.	8. Operator 1	Name 9. Elevation
229137	COG OPERAT	ING LLC 3982

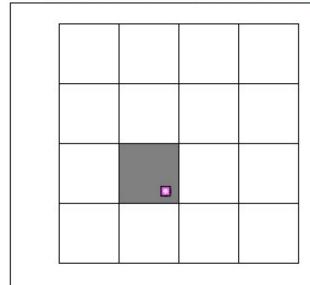
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
K	2	17S	31E		1600	S	2335	W	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Id	n Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 40.00		13.	Joint or Infill		14. Consolidation	Code		15. Order No.	

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



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Diane Kuykendall Title: Production Reporting Mgr

Date: 8/25/2011

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Ronald Eidson Date of Survey: 7/27/2011 Certificate Number: 3239

Permit Comments

Operator: COG OPERATING LLC , 229137 Well: TEX-MACK #250

API: 30-015-39351

Created By	Comment	Comment Date
rodom	H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required.	1/17/2011
Artesia	Land S/S	8/26/2011

Permit Conditions of Approval

Operator: COG OPERATING LLC , 229137 Well: TEX-MACK #250

API: 30-015-39351

OCD Reviewer	Condition
Artesia	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
Artesia	Will require administrative order for non-standard location