

Form 3160-3
(June 2015)FORM APPROVED
OMB No. 1004-0137
Expires: January 31, 2018

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of work: ☐ DRILL ☐ REENTER 1b. Type of Well: ☐ Oil Well ☐ Gas Well ☐ Other 1c. Type of Completion: ☐ Hydraulic Fracturing ☐ Single Zone ☐ Multiple Zone		5. Lease Serial No. 6. If Indian, Allottee or Tribe Name 7. If Unit or CA Agreement, Name and No. 8. Lease Name and Well No. 9. API Well No. 30 015 48248
2. Name of Operator 3a. Address 3b. Phone No. (include area code)		10. Field and Pool, or Exploratory 11. Sec., T. R. M. or Blk. and Survey or Area 12. County or Parish 13. State
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface At proposed prod. zone		14. Distance in miles and direction from nearest town or post office* 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 16. No of acres in lease 17. Spacing Unit dedicated to this well 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 19. Proposed Depth 20. BLM/BIA Bond No. in file NMB000215
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration		24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable)

- | | |
|---|---|
| 1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be requested by the BLM. |
|---|---|

25. Signature	Name (Printed/Typed)	Date
Title		
Approved by (Signature)	Name (Printed/Typed)	Date
Title		Office

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
 Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)

*(Instructions on page 2)



Approval Date: 04/22/2021

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) 476-3480 Fax: (505) 476-3482

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-48248	Pool Code 98220	Pool Name Purple Sage; Wolfcamp (Gas)
Property Code 330693	Property Name KEG SHELL FEDERAL COM	Well Number 704H
OGRID No. 229137	Operator Name COG OPERATING, LLC	Elevation 3029.5'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
2	35	26-S	28-E		460	SOUTH	1400	WEST	EDDY

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
C	23	26-S	28-E		200	NORTH	2204	WEST	EDDY
Dedicated Acres 772.43	Joint or Infill	Consolidation Code	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

NAD 83 NME
PROPOSED BOTTOM
HOLE LOCATION
Y=376466.0 N
X=626137.4 E
LAT.=32.034690° N
LONG.=104.059672° W

LEASE X-ING
LAT.= 32.028046° N
LONG.= 104.059817° W

GRID AZ. - 00°55'09"
HORZ. DIST. - 5100.0'

GRID AZ. - 357°45'54"
HORZ. DIST. - 5303.9'

GRID AZ. - 359°51'38"
HORZ. DIST. - 1881.1'

NAD 83 NME
SURFACE LOCATION
Y=364311.7 N
X=625356.7 E
LAT.=32.001283° N
LONG.=104.062290° W

GRID AZ. TO FTP
97°52'34"

POINT LEGEND

1	Y=376625.4 N
2	X=623933.6 E
3	Y=371372.5 N
4	X=623895.0 E
5	Y=368720.0 N
6	X=623950.1 E
7	Y=366069.6 N
8	X=623952.4 E
9	Y=363845.3 N
10	X=623957.9 E
11	Y=363857.5 N
12	X=626664.9 E
13	Y=366066.4 N
14	X=626603.9 E
15	Y=371365.3 N
16	X=626543.8 E
17	Y=376674.4 N
18	X=626590.4 E

LOT 1 25.98 Ac
LOT 2 26.45 Ac
LOT 3 27.14 Ac
LOT 4 27.61 Ac

SECTION 23
SECTION 28
SECTION 28
SECTION 35

330' FNL & 2204' FWL
Y=376336.0 N
X=626135.3 E
LAT.=32.034332° N
LONG.=104.059680° W

POI 2/LEASE X-ING
2161' FWL
Y=371366.7 N
X=626055.6 E
LAT.=32.020672° N
LONG.=104.059978° W

POI 1/LEASE X-ING
2310' FWL
Y=366066.8 N
X=626262.5 E
LAT.=32.006102° N
LONG.=104.059354° W

330' FSL & 2310' FWL
Y=364185.7 N
X=626267.0 E
LAT.=32.000931° N
LONG.=104.059354° W

OPERATOR CERTIFICATION

I hereby certify that the information 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 or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Stan Wagner 11/11/2020
Signature Date

Stan Wagner
Printed Name

E-mail Address

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.

OCTOBER 13, 2020
Date of Survey

Signature & Seal of Professional Surveyor

Chad L. Harcrow 10/20/20
Certificate No. CHAD HARCROW 17777
W.O. # 20-1331 DRAWN BY: WN

Intent ☒ As Drilled ☐

API # 30-015-		
Operator Name: COG Operating LLC	Property Name: Keg Shell Federal Com	Well Number 704H

Kick Off Point (KOP)

UL	Section 35	Township 26S	Range 28E	Lot 2	Feet	From N/S	Feet	From E/W	County Eddy
Latitude					Longitude			NAD 83	

First Take Point (FTP)

UL	Section 35	Township 26S	Range 28E	Lot 2	Feet 330	From N/S South	Feet 2310	From E/W West	County Eddy
Latitude 32.000931					Longitude -104.059354			NAD NAD 83	

Last Take Point (LTP)

UL C	Section 23	Township 26S	Range 28E	Lot	Feet 330	From N/S North	Feet 2204	From E/W West	County Eddy
Latitude 32.034332					Longitude -104.059680			NAD NAD 83	

Is this well the defining well for the Horizontal Spacing Unit? ☐ NoIs this well an infill well? ☐ Yes

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API # 30-015-		
Operator Name: COG Operating LLC	Property Name: Keg Shell Federal Com	Well Number 705H

KZ 06/29/2018

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	COG Operating, LLC
LEASE NO.:	NMNM-106909
WELL NAME & NO.:	Keg Shell Federal Com 704H
SURFACE HOLE FOOTAGE:	0460' FSL & 1400' FWL
BOTTOM HOLE FOOTAGE:	0200' FNL & 2204' FWL Sec. 23, T.26 S., R.28 E.
LOCATION:	Section 35, T.26 S., R.28 E., NMPM
COUNTY:	Eddy County, New Mexico

COA

H2S	☐ Yes	☒ No	
Potash	☒ None	☐ Secretary	☐ R-111-P
Cave/Karst Potential	☐ Low	☒ Medium	☐ High
Cave/Karst Potential	☐ Critical		
Variance	☐ None	☒ Flex Hose	☐ Other
Wellhead	☒ Conventional	☐ Multibowl	☐ Both
Other	☐ 4 String Area	☐ Capitan Reef	☐ WIPP
Other	☐ Fluid Filled	☐ Cement Squeeze	☐ Pilot Hole
Special Requirements	☐ Water Disposal	☒ COM	☐ Unit

Medium Cave/Karst

Possible water flows in the Salado and Castile.

Possible lost circulation in the Rustler, Red Beds, and Delaware.

A. HYDROGEN SULFIDE

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

B. CASING

1. The **10-3/4** inch surface casing shall be set at approximately **900** feet (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8 hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
 - d. If cement falls back, remedial cementing will be done prior to drilling out that string.
2. The minimum required fill of cement behind the **7-5/8** inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. **Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst.**
 - ❖ In Medium Cave/Karst Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
3. The minimum required fill of cement behind the **5-1/2** inch production casing is:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

C. PRESSURE CONTROL

1. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **3000 (3M)** psi.
2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be **5000 (5M)** psi.

D. SPECIAL REQUIREMENT (S)**Communitization Agreement**

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

☒ Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220,
(575) 361-2822

1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well – vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

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. Wait on cement (WOC) for Water Basin: 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 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
3. 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.
4. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
5. 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.
6. 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.

B. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).

- c. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- d. The results of the test shall be reported to the appropriate BLM office.
- e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- g. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

JAM 02052021

COG Operating, LLC - Keg Shell Federal Com 704H

1. Geologic Formations

TVD of target	9,626' EOL	Pilot hole depth	NA
MD at TD:	21,977'	Deepest expected fresh water:	120'

Formation	Depth (TVD) from KB	Water/Mineral Bearing/ Target Zone?	Hazards*
Quaternary Fill	Surface	Water	
Rustler	508	Water	
Top of Salt	850	Salt	
Base of Salt	2460	Salt	
Lamar	2653	Salt Water	
Bell Canyon	2700	Salt Water	
Cherry Canyon	3508	Oil/Gas	
Brushy Canyon	4782	Oil/Gas	
Bone Spring Lime	6360	Oil/Gas	
1st Bone Spring Sand	7273	Oil/Gas	
2nd Bone Spring Sand	7891	Oil/Gas	
2nd Bone Spring Sand Base	8341	Oil/Gas	
3rd Bone Spring Sand	9106	Oil/Gas	
Wolfcamp	9449	Oil/Gas	
Wolfcamp A Shale	9556	Target Oil/Gas	

2. Casing Program

Hole Size	Casing		Csg. Size	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
	From	To							
14.75	0	835	10.75	45.5	J55	BTC	5.60	11.03	12.98
9.875	0	8882	7.625	29.7	HCL80	BTC	2.31	2.03	2.12
6.75	0	8682	5.5"	20	P110	BTC	1.85	2.51	3.33
6.75	8682	21,977	5.5"	20	P110	USS Talon	1.85	2.51	3.33
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

	Y or N
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.	Y
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
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?	

3. Cementing Program

Casing	# Sk	Wt. lb/ gal	Yld ft ³ / sack	H ₂ O gal/sk	500# Comp. Strength (hours)	Slurry Description
Surf.	310	13.5	1.75	9	12	Lead: Class C + 4% Gel
	250	14.8	1.34	6.34	8	Tail: Class C + 2% CaCl ₂
Inter.	1400	11	2.8	19	48	Lead: NeoCem
	300	16.4	1.1	5	8	Tail: Class H
5.5 Prod	750	12.7	2	10.6	16	Lead: 35:65:6 H Blend
	1200	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	TOC	% Excess
Surface	0'	50%
1 st Intermediate	0'	50%
Production	8,382'	35%

COG Operating, LLC - Keg Shell Federal Com 704H

4. Pressure Control Equipment

N	A variance is requested for the use of a diverter on the surface casing. See attached for schematic.
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BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Type	x	Tested to:
12-1/4"	13-5/8"	3M	Annular	x	2500 psi
			Blind Ram		3M
			Pipe Ram	x	
			Double Ram	x	
			Other*		
8 1/2"	13-5/8"	5M	5M Annular	x	2500 psi
			Blind Ram		5M
			Pipe Ram	x	
			Double Ram	x	
			Other*		

BOP and BOPE will be installed per Onshore Order #2 requirements prior to drilling below the surface casing and will be rated to the above pressure rating or greater, see attached diagrams. Required safety valves, with appropriate wrenches and subs for the drill string being utilized, will be in the open position and accessible on the rig floor. 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 valves (inside BOP and full-opening valve) with appropriate wrenches and choke lines and choke manifold. See attached schematics.

Y	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?
Y	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.

5. Mud Program

Depth		Type	Weight (ppg)	Viscosity	Water Loss
From	To				
0	Surf. Shoe	FW Gel	8.4 - 8.6	28-29	N/C
Surf csg	Int shoe	Diesel Brine Emul	8.6 - 9.4	30-40	N/C
Int shoe	Lateral TD	OBM	10.5 - 12	30-40	20

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
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6. Logging and Testing Procedures

Logging, Coring and Testing.	
Y	Will run GR/CNL from TD to surface (horizontal well – vertical portion of hole). Stated logs run will be in the Completion Report and submitted to the BLM.
N	Are Logs are planned based on well control or offset log information.
N	Drill stem test? If yes, explain.
N	Coring? If yes, explain.

Additional logs planned		Interval
N	Resistivity	Pilot Hole TD to ICP
N	Density	Pilot Hole TD to ICP
Y	CBL	Production casing (If cement not circulated to surface)
Y	Mud log	Intermediate shoe to TD
N	PEX	

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	6010 psi at 9626' 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 (H ₂ S) monitors will be installed prior to drilling out the surface shoe. If H ₂ S 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	H ₂ S is present
Y	H ₂ S Plan attached

8. Other Facets of Operation

Y	Is it a walking operation?
Y	Is casing pre-set?
Y	Multi-Bowl Wellhead

x	H ₂ S Plan.
x	BOP & Choke Schematics.
x	Directional Plan
	5M Annular Variance

COG OPERATING LLC
HYDROGEN SULFIDE DRILLING OPERATIONS PLAN

1. HYDROGEN SULFIDE TRAINING

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on this well:

- a. The hazards and characteristics of hydrogen sulfide (H₂S).
- b. The proper use and maintenance of personal protective equipment and life support systems.
- c. The proper use of H₂S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
- d. The proper techniques for first aid and rescue procedures.

In addition, supervisory personnel will be trained in the following areas:

- a. The effects of H₂S on metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
- b. Corrective action and shut-in procedures when drilling or reworking a well and blowout prevention and well control procedures.
- c. The contents and requirements of the H₂S Drilling Operations Plan and the Public Protection Plan.

There will be an initial training session just prior to encountering a known or probable H₂S zone (within 3 days or 500 feet) and weekly H₂S and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific H₂S Drilling Operations Plan and the Public Protection Plan. This plan shall be available at the well site. All personnel will be required to carry documentation that they have received the proper training.

2. H₂S SAFETY EQUIPMENT AND SYSTEMS

Note: All H₂S safety equipment and systems will be installed, tested, and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating the first zone containing or reasonably expected to contain H₂S. If H₂S greater than 100 ppm is encountered in the gas stream we will shut in and install H₂S equipment.

- a. Well Control Equipment:
 - Flare line.
 - Choke manifold with remotely operated choke.
 - Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit.
 - Auxiliary equipment to include: annular preventer, mud-gas separator, rotating head.

- b. Protective equipment for essential personnel:
Mark II Surviveair 30-minute units located in the dog house and at briefing areas.
- c. H2S detection and monitoring equipment:
2 - portable H2S monitor positioned on location for best coverage and response. These units have warning lights and audible sirens when H2S levels of 20 ppm are reached.
- d. Visual warning systems:
Caution/Danger signs shall be posted on roads providing direct access to location. Signs will be painted a high visibility yellow with black lettering of sufficient size to be readable at a reasonable distance from the immediate location. Bilingual signs will be used, when appropriate. See example attached.
- e. Mud Program:
The mud program has been designed to minimize the volume of H2S circulated to the surface.
- f. Metallurgy:
All drill strings, casings, tubing, wellhead, blowout preventers, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.
- g. Communication:
Company vehicles equipped with cellular telephone.

COG OPERATING LLC has conducted a review to determine if an H2S contingency plan is required for the above referenced well. We were able to conclude that any potential hazardous volume would be minimal. H2S concentrations of wells in this area from surface to TD are low enough; therefore, we do not believe that an H2S contingency plan is necessary.

W A R N I N G

**YOU ARE ENTERING AN H₂S AREA
AUTHORIZED PERSONNEL ONLY**

- 1. BEARDS OR CONTACT LENSES NOT ALLOWED***
- 2. HARD HATS REQUIRED***
- 3. SMOKING IN DESIGNATED AREAS ONLY***
- 4. BE WIND CONSCIOUS AT ALL TIMES***
- 5. CK WITH COG OPERATING LLC FOREMAN AT MAIN OFFICE***

COG OPERATING LLC

1-575-748-6940

EMERGENCY CALL LIST

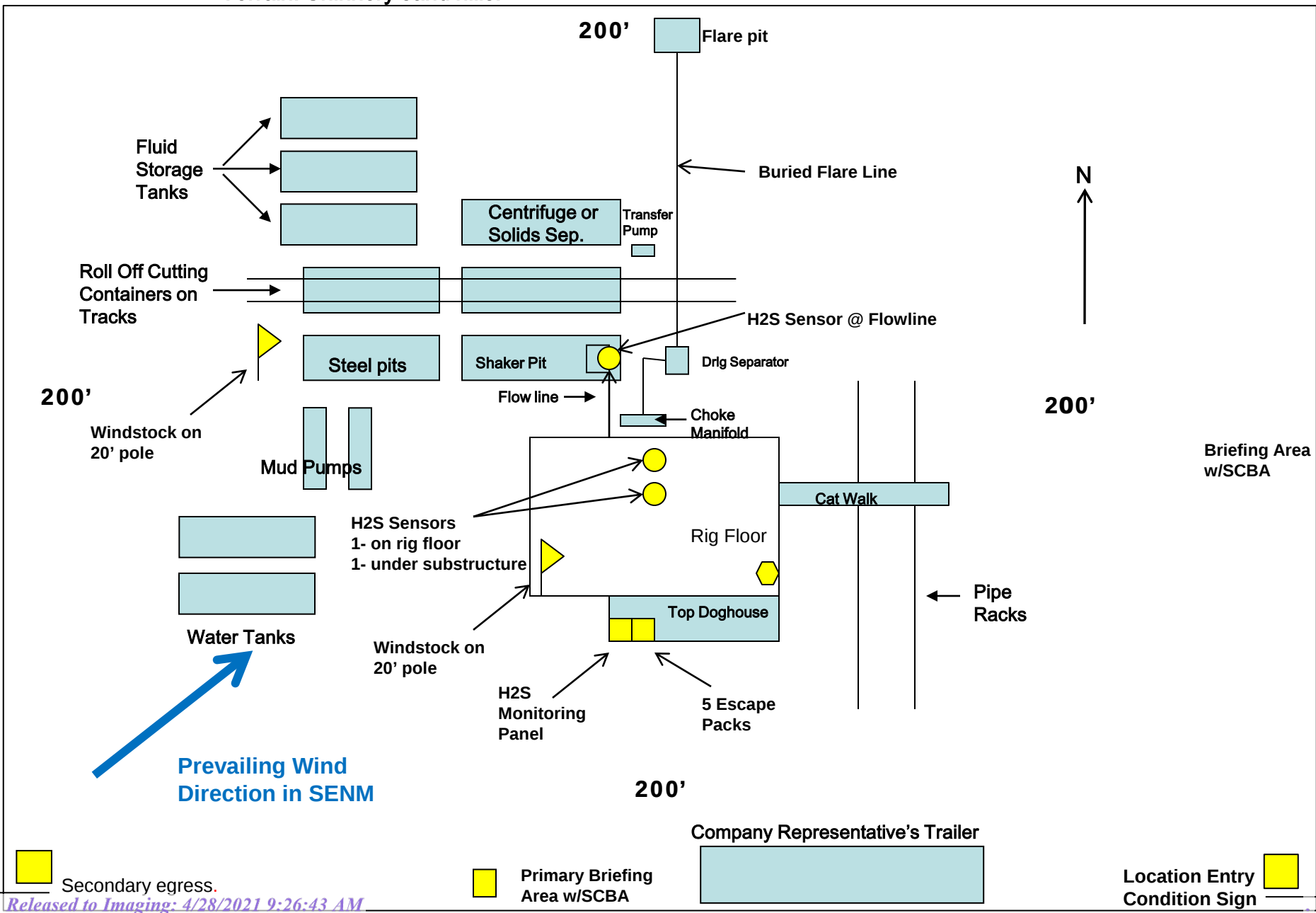
	<u>OFFICE</u>	<u>MOBILE</u>
COG OPERATING LLC OFFICE	575-748-6940	
SETH WILD	432-683-7443	432-528-3633
JOHN COFFMAN	432-685-4310	432-631-9762

EMERGENCY RESPONSE NUMBERS

	<u>OFFICE</u>
STATE POLICE	575-748-9718
EDDY COUNTY SHERIFF	575-746-2701
EMERGENCY MEDICAL SERVICES (AMBULANCE)	911 or 575-746-2701
EDDY COUNTY EMERGENCY MANAGEMENT (HARRY BURGESS)	575-887-9511
STATE EMERGENCY RESPONSE CENTER (SERC)	575-476-9620
CARLSBAD POLICE DEPARTMENT	575-885-2111
CARLSBAD FIRE DEPARTMENT	575-885-3125
NEW MEXICO OIL CONSERVATION DIVISION	575-748-1283
INDIAN FIRE & SAFETY	800-530-8693
HALLIBURTON SERVICES	800-844-8451

COC Operating LLC
H₂S Equipment Schematic
Terrain: Shinnery sand hills.

Well pad will be 400' x 400'
with cellar in center of pad



DELAWARE BASIN WEST

**ATLAS PROSPECT (NM-E)
KEG SHELL FED COM PROJECT
KEG SHELL FED COM 704H**

**OWB
PWP1**

Anticollision Report

02 November, 2020

Concho Resources LLC

Anticollision Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Reference Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site Error:	3.0 usft	North Reference:	Grid
Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Reference	PWP1		
Filter type:	NO GLOBAL FILTER: Using user defined selection & filtering criteria		
Interpolation Method:	Stations	Error Model:	ISCWSA
Depth Range:	Unlimited	Scan Method:	Closest Approach 3D
Results Limited by:	Maximum ellipse separation of 1,000.0 usft	Error Surface:	Pedal Curve
Warning Levels Evaluated at:	2.00 Sigma	Casing Method:	Not applied

Survey Tool Program		Date	11/2/2020		
From (usft)	To (usft)	Survey (Wellbore)	Tool Name	Description	
0.0	21,977.4	PWP1 (OWB)	MWD+IFR1+FDIR	OWSG MWD + IFR1 + FDIR Correction	

Summary						
Site Name	Reference Measured Depth (usft)	Offset Measured Depth (usft)	Distance Between Centres (usft)	Distance Between Ellipses (usft)	Separation Factor	Warning
Offset Well - Wellbore - Design						
KEG SHELL FED COM PROJECT						
KEG SHELL FED COM 705H - OWB - PWP1	2,500.0	2,500.0	30.0	17.3	2.365	CC, ES, SF
KEG SHELL FED COM 706H - OWB - PWP1	2,416.4	2,417.1	59.9	42.0	3.345	CC
KEG SHELL FED COM 706H - OWB - PWP1	2,500.0	2,500.0	59.9	41.4	3.243	ES, SF
PEACEKEEPER						
BOWSER SWD #2 - OWB - SWD	9,035.8	8,975.6	742.7	677.3	11.355	CC, ES
BOWSER SWD #2 - OWB - SWD	9,100.0	9,039.4	746.2	680.3	11.329	SF
WETHERBEE #405H - OWB - ACTUAL WELLPATH	3,900.1	3,863.8	680.0	661.6	36.991	CC
WETHERBEE #405H - OWB - ACTUAL WELLPATH	4,000.0	3,961.5	680.3	661.5	36.289	ES
WETHERBEE #405H - OWB - ACTUAL WELLPATH	6,200.0	6,123.7	793.8	766.1	28.633	SF
WETHERBEE A ALLOCATION #405H - OWB - ACTUAL	3,887.8	3,868.4	680.3	661.9	37.084	CC
WETHERBEE A ALLOCATION #405H - OWB - ACTUAL	4,000.0	3,978.4	680.6	661.8	36.300	ES
WETHERBEE A ALLOCATION #405H - OWB - ACTUAL	6,200.0	6,140.4	794.7	766.9	28.653	SF

KEG SHELL FED COM PROJECT - KEG SHELL FED COM 705H - OWB - PWP1													Offset Site Error:	3.0 usft
Survey Program: 0-Standard Keeper 104, 9020-MWD+IFR1+FDIR													Offset Well Error:	3.0 usft
Reference		Offset		Semi Major Axis			Distance							
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre		Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
							+N/-S (usft)	+E/-W (usft)						
0.0	0.0	0.0	0.0	3.0	3.0	-90.38	-0.2	-30.0	30.0					
100.0	100.0	100.0	100.0	3.0	3.0	-90.38	-0.2	-30.0	30.0	24.0	6.00	4.998		
200.0	200.0	200.0	200.0	3.0	3.0	-90.38	-0.2	-30.0	30.0	24.0	6.04	4.966		
300.0	300.0	300.0	300.0	3.1	3.0	-90.38	-0.2	-30.0	30.0	23.9	6.12	4.900		
400.0	400.0	400.0	400.0	3.2	3.0	-90.38	-0.2	-30.0	30.0	23.8	6.24	4.805		
500.0	500.0	500.0	500.0	3.4	3.1	-90.38	-0.2	-30.0	30.0	23.6	6.40	4.688		
600.0	600.0	600.0	600.0	3.6	3.1	-90.38	-0.2	-30.0	30.0	23.4	6.59	4.554		
700.0	700.0	700.0	700.0	3.8	3.1	-90.38	-0.2	-30.0	30.0	23.2	6.80	4.410		
800.0	800.0	800.0	800.0	4.0	3.2	-90.38	-0.2	-30.0	30.0	23.0	7.04	4.261		
900.0	900.0	900.0	900.0	4.2	3.2	-90.38	-0.2	-30.0	30.0	22.7	7.30	4.110		
1,000.0	1,000.0	1,000.0	1,000.0	4.5	3.2	-90.38	-0.2	-30.0	30.0	22.4	7.57	3.961		
1,100.0	1,100.0	1,100.0	1,100.0	4.8	3.3	-90.38	-0.2	-30.0	30.0	22.1	7.86	3.815		
1,200.0	1,200.0	1,200.0	1,200.0	5.1	3.4	-90.38	-0.2	-30.0	30.0	21.8	8.16	3.675		
1,300.0	1,300.0	1,300.0	1,300.0	5.4	3.4	-90.38	-0.2	-30.0	30.0	21.5	8.48	3.540		
1,400.0	1,400.0	1,400.0	1,400.0	5.7	3.5	-90.38	-0.2	-30.0	30.0	21.2	8.80	3.411		

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

Concho Resources LLC

Anticollision Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
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Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Offset Design													Offset Site Error:	3.0 usft
Survey Program: 0-Standard Keeper 104, 9020-MWD+IFR1+FDIR													Offset Well Error:	3.0 usft
Reference		Offset		Semi Major Axis			Distance							Warning
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Tooface (")	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor		
1,500.0	1,500.0	1,500.0	1,500.0	6.0	3.5	-90.38	-0.2	-30.0	30.0	20.9	9.12	3.288		
1,600.0	1,600.0	1,600.0	1,600.0	6.3	3.6	-90.38	-0.2	-30.0	30.0	20.5	9.46	3.171		
1,700.0	1,700.0	1,700.0	1,700.0	6.6	3.7	-90.38	-0.2	-30.0	30.0	20.2	9.80	3.061		
1,800.0	1,800.0	1,800.0	1,800.0	6.9	3.8	-90.38	-0.2	-30.0	30.0	19.9	10.15	2.956		
1,900.0	1,900.0	1,900.0	1,900.0	7.2	3.9	-90.38	-0.2	-30.0	30.0	19.5	10.50	2.857		
2,000.0	2,000.0	2,000.0	2,000.0	7.6	3.9	-90.38	-0.2	-30.0	30.0	19.1	10.85	2.764		
2,100.0	2,100.0	2,100.0	2,100.0	7.9	4.0	-90.38	-0.2	-30.0	30.0	18.8	11.21	2.675		
2,200.0	2,200.0	2,200.0	2,200.0	8.2	4.1	-90.38	-0.2	-30.0	30.0	18.4	11.58	2.591		
2,300.0	2,300.0	2,300.0	2,300.0	8.6	4.2	-90.38	-0.2	-30.0	30.0	18.1	11.94	2.512		
2,400.0	2,400.0	2,400.0	2,400.0	8.9	4.3	-90.38	-0.2	-30.0	30.0	17.7	12.31	2.436		
2,500.0	2,500.0	2,500.0	2,500.0	9.2	4.4	-90.38	-0.2	-30.0	30.0	17.3	12.69	2.365 CC, ES, SF		
2,600.0	2,600.0	2,600.1	2,600.1	9.6	4.4	143.28	-1.9	-29.7	31.2	18.1	13.05	2.389		
2,700.0	2,699.8	2,700.2	2,700.0	9.9	4.4	139.83	-7.1	-28.9	34.7	21.3	13.41	2.592		
2,800.0	2,799.5	2,800.0	2,799.5	10.2	4.4	136.04	-15.3	-27.6	40.9	27.1	13.78	2.970		
2,900.0	2,898.9	2,899.7	2,898.8	10.5	4.3	134.31	-23.8	-26.2	48.4	34.3	14.14	3.424		
3,000.0	2,998.4	2,999.4	2,998.1	10.8	4.3	133.04	-32.4	-24.8	56.0	41.5	14.51	3.858		
3,100.0	3,097.8	3,099.1	3,097.5	11.2	4.3	132.08	-41.0	-23.4	63.6	48.7	14.88	4.271		
3,200.0	3,197.3	3,198.8	3,196.8	11.5	4.3	131.32	-49.6	-22.1	71.1	55.9	15.26	4.663		
3,300.0	3,296.7	3,298.5	3,296.1	11.8	4.3	130.71	-58.2	-20.7	78.7	63.1	15.63	5.037		
3,400.0	3,396.2	3,398.2	3,395.4	12.2	4.2	130.20	-66.7	-19.3	86.3	70.3	16.01	5.393		
3,500.0	3,495.6	3,497.9	3,494.8	12.5	4.2	129.78	-75.3	-17.9	93.9	77.6	16.39	5.732		
3,600.0	3,595.1	3,597.6	3,594.1	12.8	4.2	129.42	-83.9	-16.6	101.6	84.8	16.77	6.055		
3,700.0	3,694.5	3,697.4	3,693.4	13.2	4.2	129.11	-92.5	-15.2	109.2	92.0	17.16	6.363		
3,800.0	3,794.0	3,797.1	3,792.8	13.5	4.3	128.84	-101.1	-13.8	116.8	99.2	17.55	6.657		
3,900.0	3,893.4	3,896.8	3,892.1	13.9	4.3	128.60	-109.6	-12.4	124.4	106.5	17.94	6.937		
4,000.0	3,992.9	3,996.5	3,991.4	14.2	4.3	128.39	-118.2	-11.1	132.0	113.7	18.33	7.204		
4,100.0	4,092.3	4,096.2	4,090.7	14.6	4.3	128.21	-126.8	-9.7	139.7	120.9	18.73	7.459		
4,200.0	4,191.8	4,195.9	4,190.1	14.9	4.3	128.04	-135.4	-8.3	147.3	128.2	19.12	7.702		
4,300.0	4,291.2	4,295.6	4,289.4	15.2	4.4	127.89	-144.0	-6.9	154.9	135.4	19.52	7.935		
4,400.0	4,390.7	4,395.3	4,388.7	15.6	4.4	127.75	-152.5	-5.5	162.5	142.6	19.93	8.157		
4,500.0	4,490.1	4,495.0	4,488.1	15.9	4.4	127.63	-161.1	-4.2	170.2	149.8	20.33	8.370		
4,600.0	4,589.6	4,594.7	4,587.4	16.3	4.5	127.52	-169.7	-2.8	177.8	157.1	20.74	8.574		
4,700.0	4,689.0	4,694.4	4,686.7	16.6	4.5	127.41	-178.3	-1.4	185.4	164.3	21.15	8.769		
4,800.0	4,788.5	4,794.1	4,786.0	17.0	4.6	127.32	-186.9	0.0	193.1	171.5	21.56	8.956		
4,900.0	4,887.9	4,893.8	4,885.4	17.3	4.7	127.23	-195.5	1.3	200.7	178.7	21.97	9.135		
5,000.0	4,987.4	4,993.6	4,984.7	17.7	4.7	127.15	-204.0	2.7	208.3	185.9	22.38	9.307		
5,100.0	5,086.9	5,093.3	5,084.0	18.0	4.8	127.07	-212.6	4.1	216.0	193.2	22.80	9.471		
5,200.0	5,186.3	5,193.0	5,183.4	18.4	4.9	127.00	-221.2	5.5	223.6	200.4	23.22	9.629		
5,300.0	5,285.8	5,292.7	5,282.7	18.8	4.9	126.93	-229.8	6.9	231.2	207.6	23.64	9.781		
5,400.0	5,385.2	5,392.4	5,382.0	19.1	5.0	126.87	-238.4	8.2	238.9	214.8	24.06	9.927		
5,500.0	5,484.7	5,492.1	5,481.3	19.5	5.1	126.81	-246.9	9.6	246.5	222.0	24.48	10.067		
5,600.0	5,584.1	5,591.8	5,580.7	19.8	5.1	126.76	-255.5	11.0	254.1	229.2	24.91	10.201		
5,700.0	5,683.6	5,691.5	5,680.0	20.2	5.2	126.70	-264.1	12.4	261.8	236.4	25.34	10.331		
5,800.0	5,783.0	5,791.2	5,779.3	20.5	5.3	126.66	-272.7	13.7	269.4	243.6	25.77	10.455		
5,900.0	5,882.5	5,890.9	5,878.7	20.9	5.4	126.61	-281.3	15.1	277.0	250.8	26.20	10.575		
6,000.0	5,981.9	5,990.6	5,978.0	21.2	5.4	126.57	-289.8	16.5	284.7	258.0	26.63	10.690		
6,100.0	6,081.4	6,090.3	6,077.3	21.6	5.5	126.52	-298.4	17.9	292.3	265.2	27.06	10.802		
6,200.0	6,180.8	6,190.0	6,176.6	22.0	5.6	126.49	-307.0	19.2	299.9	272.4	27.49	10.909		
6,300.0	6,280.3	6,289.8	6,276.0	22.3	5.7	126.45	-315.6	20.6	307.6	279.6	27.93	11.012		
6,400.0	6,379.7	6,389.5	6,375.3	22.7	5.8	126.41	-324.2	22.0	315.2	286.8	28.37	11.111		
6,500.0	6,479.2	6,489.2	6,474.6	23.0	5.9	126.38	-332.7	23.4	322.8	294.0	28.81	11.207		
6,600.0	6,578.6	6,588.9	6,574.0	23.4	5.9	126.35	-341.3	24.8	330.5	301.2	29.25	11.300		

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

Concho Resources LLC

Anticollision Report

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Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Offset Design												Offset Site Error:	3.0 usft
Survey Program: 0-Standard Keeper 104, 9020-MWD+IFR1+FDIR												Offset Well Error:	3.0 usft
Reference	Offset	Semi Major Axis		Distance		Warning							
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	
6,700.0	6,678.1	6,688.6	6,673.3	23.8	6.0	126.32	-349.9	26.1	338.1	308.4	29.69	11.389	
6,800.0	6,777.5	6,788.3	6,772.6	24.1	6.1	126.29	-358.5	27.5	345.7	315.6	30.13	11.475	
6,900.0	6,877.0	6,888.0	6,871.9	24.5	6.2	126.26	-367.1	28.9	353.4	322.8	30.57	11.558	
7,000.0	6,976.4	6,989.2	6,972.8	24.8	6.3	126.38	-374.8	30.1	360.8	329.8	31.02	11.633	
7,100.0	7,075.9	7,090.9	7,074.4	25.2	6.4	127.03	-379.2	30.8	367.8	336.4	31.45	11.693	
7,200.0	7,175.3	7,191.8	7,175.3	25.6	6.4	128.17	-380.2	31.0	374.3	342.5	31.88	11.744	
7,300.0	7,274.8	7,291.3	7,274.8	25.9	6.5	129.41	-380.2	31.0	380.9	348.6	32.29	11.796	
7,400.0	7,374.3	7,390.7	7,374.3	26.3	6.5	130.60	-380.2	31.0	387.7	354.9	32.71	11.851	
7,500.0	7,473.7	7,490.2	7,473.7	26.6	6.6	131.75	-380.2	31.0	394.6	361.4	33.13	11.910	
7,600.0	7,573.2	7,589.6	7,573.2	27.0	6.6	132.86	-380.2	31.0	401.6	368.1	33.54	11.972	
7,700.0	7,672.6	7,689.1	7,672.6	27.4	6.7	133.93	-380.2	31.0	408.8	374.9	33.96	12.037	
7,800.0	7,772.1	7,788.5	7,772.1	27.7	6.7	134.96	-380.2	31.0	416.2	381.8	34.38	12.104	
7,900.0	7,871.5	7,888.0	7,871.5	28.1	6.8	135.96	-380.2	31.0	423.6	388.8	34.80	12.174	
8,000.0	7,971.0	7,987.5	7,971.0	28.4	6.8	136.92	-380.2	31.0	431.2	396.0	35.22	12.245	
8,100.0	8,070.4	8,086.9	8,070.4	28.8	6.9	137.85	-380.2	31.0	438.9	403.3	35.63	12.318	
8,200.0	8,169.9	8,186.4	8,169.9	29.2	7.0	138.75	-380.2	31.0	446.8	410.7	36.05	12.392	
8,300.0	8,269.3	8,285.8	8,269.3	29.5	7.0	139.61	-380.2	31.0	454.7	418.2	36.47	12.468	
8,400.0	8,368.8	8,385.3	8,368.8	29.9	7.1	140.45	-380.2	31.0	462.7	425.8	36.89	12.545	
8,500.0	8,468.2	8,484.7	8,468.2	30.3	7.1	141.26	-380.2	31.0	470.8	433.5	37.30	12.622	
8,600.0	8,567.7	8,584.2	8,567.7	30.6	7.2	142.04	-380.2	31.0	479.1	441.3	37.72	12.700	
8,700.0	8,667.1	8,683.6	8,667.1	31.0	7.2	142.79	-380.2	31.0	487.4	449.2	38.14	12.779	
8,800.0	8,766.6	8,783.1	8,766.6	31.3	7.3	143.52	-380.2	31.0	495.7	457.2	38.55	12.858	
8,900.0	8,866.0	8,882.5	8,866.0	31.7	7.4	144.23	-380.2	31.0	504.2	465.2	38.97	12.938	
9,000.0	8,965.5	8,982.0	8,965.5	32.1	7.4	144.91	-380.2	31.0	512.7	473.3	39.39	13.018	
9,032.7	8,998.0	9,014.5	8,998.0	32.2	7.4	145.13	-380.2	31.0	515.5	476.0	39.52	13.044	
9,050.0	9,015.2	9,031.6	9,015.1	32.3	7.4	162.09	-380.1	31.0	517.1	477.5	39.59	13.061	
9,100.0	9,064.9	9,080.7	9,064.1	32.4	7.5	-155.81	-376.9	31.0	522.5	482.7	39.77	13.137	
9,150.0	9,114.2	9,129.5	9,112.3	32.6	7.5	-135.65	-369.7	31.0	529.2	489.3	39.95	13.247	
9,200.0	9,162.8	9,177.8	9,159.3	32.8	7.5	-125.69	-358.5	30.9	537.2	497.1	40.12	13.388	
9,250.0	9,210.2	9,225.7	9,204.8	32.9	7.5	-119.66	-343.5	30.9	546.3	506.0	40.30	13.558	
9,300.0	9,256.2	9,273.2	9,248.5	33.1	7.5	-115.40	-324.9	30.9	556.6	516.1	40.47	13.754	
9,350.0	9,300.4	9,320.3	9,290.2	33.2	7.5	-112.06	-303.0	30.8	567.9	527.2	40.64	13.973	
9,400.0	9,342.3	9,367.0	9,329.6	33.4	7.6	-109.23	-278.0	30.8	580.1	539.3	40.81	14.214	
9,450.0	9,381.8	9,413.4	9,366.6	33.5	7.6	-106.73	-250.0	30.7	593.1	552.1	40.98	14.473	
9,500.0	9,418.5	9,459.5	9,401.0	33.6	7.7	-104.44	-219.4	30.6	606.9	565.7	41.15	14.747	
9,550.0	9,452.2	9,505.3	9,432.7	33.7	7.7	-102.31	-186.3	30.5	621.3	579.9	41.33	15.033	
9,600.0	9,482.5	9,550.0	9,460.9	33.8	7.8	-100.30	-151.6	30.4	636.2	594.7	41.50	15.329	
9,650.0	9,509.3	9,596.5	9,487.3	33.9	7.9	-98.40	-113.4	30.4	651.5	609.8	41.69	15.628	
9,700.0	9,532.3	9,641.9	9,510.0	34.0	8.0	-96.60	-74.1	30.3	667.1	625.2	41.87	15.931	
9,750.0	9,551.4	9,687.4	9,529.6	34.0	8.1	-94.89	-33.1	30.2	682.8	640.8	42.07	16.232	
9,800.0	9,566.4	9,732.9	9,545.9	34.1	8.2	-93.27	9.5	30.1	698.7	656.4	42.27	16.529	
9,850.0	9,577.2	9,778.7	9,558.7	34.2	8.4	-91.76	53.3	29.9	714.4	671.9	42.48	16.819	
9,900.0	9,583.8	9,824.6	9,568.1	34.2	8.5	-90.35	98.3	29.8	730.0	687.3	42.69	17.099	
9,948.8	9,586.0	9,869.8	9,573.8	34.3	8.7	-89.08	143.1	29.7	744.9	702.0	42.91	17.360	
10,000.0	9,586.2	9,917.8	9,576.0	34.3	8.9	-89.25	191.0	29.6	760.0	716.8	43.14	17.615	
10,100.0	9,586.5	10,014.1	9,576.3	34.4	9.3	-89.28	287.3	29.4	786.9	743.3	43.68	18.018	

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

Concho Resources LLC

Anticollision Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Reference Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site Error:	3.0 usft	North Reference:	Grid
Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Offset Design												Offset Site Error:	3.0 usft
Survey Program: 0-MWD+IFR1+FDIR												Offset Well Error:	3.0 usft
Reference	Offset	Semi Major Axis		Distance		Minimum		Separation		Warning			
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Tooface (")	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	
0.0	0.0	0.7	0.7	3.0	3.0	-90.29	-0.3	-59.9	59.9				
100.0	100.0	100.7	100.7	3.0	3.0	-90.29	-0.3	-59.9	59.9	53.9	6.01	9.974	
200.0	200.0	200.7	200.7	3.0	3.0	-90.29	-0.3	-59.9	59.9	53.8	6.08	9.852	
300.0	300.0	300.7	300.7	3.1	3.1	-90.29	-0.3	-59.9	59.9	53.7	6.24	9.605	
400.0	400.0	400.7	400.7	3.2	3.2	-90.29	-0.3	-59.9	59.9	53.4	6.47	9.259	
500.0	500.0	500.7	500.7	3.4	3.4	-90.29	-0.3	-59.9	59.9	53.1	6.77	8.848	
600.0	600.0	600.7	600.7	3.6	3.6	-90.29	-0.3	-59.9	59.9	52.8	7.13	8.401	
700.0	700.0	700.7	700.7	3.8	3.8	-90.29	-0.3	-59.9	59.9	52.4	7.54	7.942	
800.0	800.0	800.7	800.7	4.0	4.0	-90.29	-0.3	-59.9	59.9	51.9	8.00	7.491	
900.0	900.0	900.7	900.7	4.2	4.2	-90.29	-0.3	-59.9	59.9	51.4	8.49	7.057	
1,000.0	1,000.0	1,000.7	1,000.7	4.5	4.5	-90.29	-0.3	-59.9	59.9	50.9	9.01	6.649	
1,100.0	1,100.0	1,100.7	1,100.7	4.8	4.8	-90.29	-0.3	-59.9	59.9	50.3	9.56	6.269	
1,200.0	1,200.0	1,200.7	1,200.7	5.1	5.1	-90.29	-0.3	-59.9	59.9	49.8	10.12	5.917	
1,300.0	1,300.0	1,300.7	1,300.7	5.4	5.4	-90.29	-0.3	-59.9	59.9	49.2	10.71	5.593	
1,400.0	1,400.0	1,400.7	1,400.7	5.7	5.7	-90.29	-0.3	-59.9	59.9	48.6	11.31	5.296	
1,500.0	1,500.0	1,500.7	1,500.7	6.0	6.0	-90.29	-0.3	-59.9	59.9	48.0	11.92	5.023	
1,600.0	1,600.0	1,600.7	1,600.7	6.3	6.3	-90.29	-0.3	-59.9	59.9	47.4	12.55	4.773	
1,700.0	1,700.0	1,700.7	1,700.7	6.6	6.6	-90.29	-0.3	-59.9	59.9	46.7	13.18	4.544	
1,800.0	1,800.0	1,800.7	1,800.7	6.9	6.9	-90.29	-0.3	-59.9	59.9	46.1	13.83	4.333	
1,900.0	1,900.0	1,900.7	1,900.7	7.2	7.2	-90.29	-0.3	-59.9	59.9	45.4	14.47	4.138	
2,000.0	2,000.0	2,000.7	2,000.7	7.6	7.6	-90.29	-0.3	-59.9	59.9	44.8	15.13	3.959	
2,100.0	2,100.0	2,100.7	2,100.7	7.9	7.9	-90.29	-0.3	-59.9	59.9	44.1	15.79	3.793	
2,200.0	2,200.0	2,200.7	2,200.7	8.2	8.2	-90.29	-0.3	-59.9	59.9	43.4	16.46	3.640	
2,300.0	2,300.0	2,300.7	2,300.7	8.6	8.6	-90.29	-0.3	-59.9	59.9	42.8	17.13	3.498	
2,400.0	2,400.0	2,400.7	2,400.7	8.9	8.9	-90.29	-0.3	-59.9	59.9	42.1	17.80	3.365	
2,416.4	2,416.4	2,417.1	2,417.1	9.0	9.0	-90.29	-0.3	-59.9	59.9	42.0	17.91	3.345 CC	
2,500.0	2,500.0	2,500.0	2,500.0	9.2	9.2	-90.29	-0.3	-59.9	59.9	41.4	18.47	3.243 ES, SF	
2,600.0	2,600.0	2,598.9	2,598.9	9.6	9.6	144.70	-1.3	-61.3	62.8	43.6	19.12	3.283	
2,700.0	2,699.8	2,696.7	2,696.5	9.9	9.9	144.67	-4.2	-65.4	71.3	51.5	19.72	3.614	
2,800.0	2,799.5	2,793.5	2,793.0	10.2	10.2	144.62	-8.9	-72.2	85.4	65.1	20.31	4.203	
2,900.0	2,898.9	2,891.9	2,890.8	10.5	10.5	144.66	-14.8	-80.6	102.4	81.5	20.94	4.892	
3,000.0	2,998.4	2,990.4	2,988.8	10.8	10.8	144.69	-20.7	-89.1	119.5	97.9	21.57	5.539	
3,100.0	3,097.8	3,088.9	3,086.8	11.2	11.1	144.71	-26.6	-97.5	136.5	114.3	22.21	6.147	
3,200.0	3,197.3	3,187.5	3,184.8	11.5	11.5	144.72	-32.5	-105.9	153.6	130.7	22.86	6.719	
3,300.0	3,296.7	3,286.0	3,282.8	11.8	11.8	144.74	-38.4	-114.4	170.7	147.2	23.51	7.259	
3,400.0	3,396.2	3,384.5	3,380.8	12.2	12.1	144.75	-44.3	-122.8	187.7	163.6	24.17	7.768	
3,500.0	3,495.6	3,483.1	3,478.8	12.5	12.4	144.75	-50.3	-131.2	204.8	180.0	24.83	8.249	
3,600.0	3,595.1	3,581.6	3,576.8	12.8	12.8	144.76	-56.2	-139.7	221.9	196.4	25.49	8.704	
3,700.0	3,694.5	3,680.2	3,674.8	13.2	13.1	144.77	-62.1	-148.1	238.9	212.8	26.15	9.135	
3,800.0	3,794.0	3,778.7	3,772.8	13.5	13.4	144.77	-68.0	-156.6	256.0	229.2	26.82	9.543	
3,900.0	3,893.4	3,877.2	3,870.8	13.9	13.8	144.78	-73.9	-165.0	273.0	245.5	27.50	9.930	
4,000.0	3,992.9	3,975.8	3,968.8	14.2	14.1	144.78	-79.8	-173.4	290.1	261.9	28.17	10.298	
4,100.0	4,092.3	4,074.3	4,066.8	14.6	14.5	144.79	-85.7	-181.9	307.2	278.3	28.85	10.647	
4,200.0	4,191.8	4,172.8	4,164.8	14.9	14.8	144.79	-91.6	-190.3	324.2	294.7	29.53	10.980	
4,300.0	4,291.2	4,271.4	4,262.7	15.2	15.1	144.79	-97.5	-198.7	341.3	311.1	30.21	11.297	
4,400.0	4,390.7	4,369.9	4,360.7	15.6	15.5	144.80	-103.4	-207.2	358.3	327.5	30.90	11.599	
4,500.0	4,490.1	4,468.4	4,458.7	15.9	15.8	144.80	-109.3	-215.6	375.4	343.8	31.58	11.887	
4,600.0	4,589.6	4,567.0	4,556.7	16.3	16.2	144.80	-115.2	-224.1	392.5	360.2	32.27	12.163	
4,700.0	4,689.0	4,665.5	4,654.7	16.6	16.5	144.80	-121.1	-232.5	409.5	376.6	32.96	12.426	
4,800.0	4,788.5	4,764.0	4,752.7	17.0	16.9	144.81	-127.1	-240.9	426.6	392.9	33.65	12.678	
4,900.0	4,887.9	4,862.6	4,850.7	17.3	17.2	144.81	-133.0	-249.4	443.7	409.3	34.34	12.919	
5,000.0	4,987.4	4,961.1	4,948.7	17.7	17.6	144.81	-138.9	-257.8	460.7	425.7	35.04	13.150	

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

Concho Resources LLC

Anticollision Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Reference Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site Error:	3.0 usft	North Reference:	Grid
Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Offset Design KEG SHELL FED COM PROJECT - KEG SHELL FED COM 706H - OWB - PWP1												Offset Site Error:	3.0 usft
Survey Program: 0-MWD+IFR1+FDIR												Offset Well Error:	3.0 usft
Reference		Offset		Semi Major Axis			Distance						
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning
5,100.0	5,086.9	5,059.6	5,046.7	18.0	17.9	144.81	-144.8	-266.2	477.8	442.1	35.73	13.372	
5,200.0	5,186.3	5,158.2	5,144.7	18.4	18.3	144.81	-150.7	-274.7	494.8	458.4	36.43	13.584	
5,300.0	5,285.8	5,256.7	5,242.7	18.8	18.6	144.81	-156.6	-283.1	511.9	474.8	37.12	13.789	
5,400.0	5,385.2	5,355.2	5,340.7	19.1	18.9	144.81	-162.5	-291.5	529.0	491.1	37.82	13.985	
5,500.0	5,484.7	5,453.8	5,438.7	19.5	19.3	144.82	-168.4	-300.0	546.0	507.5	38.52	14.174	
5,600.0	5,584.1	5,552.3	5,536.7	19.8	19.6	144.82	-174.3	-308.4	563.1	523.9	39.22	14.356	
5,700.0	5,683.6	5,650.8	5,634.7	20.2	20.0	144.82	-180.2	-316.9	580.2	540.2	39.93	14.531	
5,800.0	5,783.0	5,749.4	5,732.7	20.5	20.4	144.82	-186.1	-325.3	597.2	556.6	40.63	14.700	
5,900.0	5,882.5	5,847.9	5,830.6	20.9	20.7	144.82	-192.0	-333.7	614.3	572.9	41.33	14.862	
6,000.0	5,981.9	5,946.4	5,928.6	21.2	21.1	144.82	-197.9	-342.2	631.3	589.3	42.04	15.019	
6,100.0	6,081.4	6,045.0	6,026.6	21.6	21.4	144.82	-203.9	-350.6	648.4	605.7	42.74	15.170	
6,200.0	6,180.8	6,143.5	6,124.6	22.0	21.8	144.82	-209.8	-359.0	665.5	622.0	43.45	15.317	
6,300.0	6,280.3	6,242.0	6,222.6	22.3	22.1	144.82	-215.7	-367.5	682.5	638.4	44.15	15.458	
6,400.0	6,379.7	6,340.6	6,320.6	22.7	22.5	144.82	-221.6	-375.9	699.6	654.7	44.86	15.595	
6,500.0	6,479.2	6,439.1	6,418.6	23.0	22.8	144.82	-227.5	-384.4	716.7	671.1	45.57	15.727	
6,600.0	6,578.6	6,537.6	6,516.6	23.4	23.2	144.82	-233.4	-392.8	733.7	687.4	46.28	15.855	
6,700.0	6,678.1	6,636.2	6,614.6	23.8	23.5	144.83	-239.3	-401.2	750.8	703.8	46.99	15.979	
6,800.0	6,777.5	6,734.7	6,712.6	24.1	23.9	144.83	-245.2	-409.7	767.8	720.1	47.70	16.099	
6,900.0	6,877.0	6,833.2	6,810.6	24.5	24.2	144.83	-251.1	-418.1	784.9	736.5	48.41	16.215	

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

Concho Resources LLC

Anticollision Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Reference Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site Error:	3.0 usft	North Reference:	Grid
Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Offset Design												Offset Site Error:	0.0 usft
Survey Program: 0-MWD												Offset Well Error:	3.0 usft
Reference		Offset		Semi Major Axis			Distance						Warning
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	
6,600.0	6,578.6	6,553.1	6,553.1	23.6	24.5	68.65	-1,011.7	151.6	797.0	749.2	47.78	16.682	
6,700.0	6,678.1	6,652.6	6,652.6	23.9	24.8	69.35	-1,011.7	151.6	793.2	744.7	48.50	16.356	
6,800.0	6,777.5	6,752.0	6,752.0	24.3	25.2	70.06	-1,011.7	151.6	789.6	740.4	49.22	16.042	
6,900.0	6,877.0	6,851.5	6,851.5	24.7	25.5	70.77	-1,011.7	151.6	786.1	736.1	49.94	15.740	
7,000.0	6,976.4	6,950.9	6,950.9	25.0	25.9	71.49	-1,011.7	151.6	782.7	732.0	50.66	15.448	
7,100.0	7,075.9	7,050.4	7,050.4	25.4	26.3	72.21	-1,011.7	151.6	779.4	728.0	51.39	15.167	
7,200.0	7,175.3	7,149.8	7,149.8	25.7	26.6	72.95	-1,011.7	151.6	776.3	724.2	52.11	14.897	
7,300.0	7,274.8	7,249.3	7,249.3	26.1	27.0	73.68	-1,011.7	151.6	773.2	720.4	52.83	14.636	
7,400.0	7,374.3	7,348.8	7,348.8	26.4	27.3	74.42	-1,011.7	151.6	770.4	716.8	53.56	14.384	
7,500.0	7,473.7	7,448.2	7,448.2	26.8	27.7	75.17	-1,011.7	151.6	767.6	713.3	54.28	14.142	
7,600.0	7,573.2	7,547.7	7,547.7	27.2	28.0	75.93	-1,011.7	151.6	765.0	710.0	55.00	13.908	
7,700.0	7,672.6	7,647.1	7,647.1	27.5	28.4	76.68	-1,011.7	151.6	762.5	706.8	55.73	13.682	
7,800.0	7,772.1	7,746.6	7,746.6	27.9	28.7	77.45	-1,011.7	151.6	760.1	703.7	56.45	13.465	
7,900.0	7,871.5	7,846.0	7,846.0	28.2	29.1	78.21	-1,011.7	151.6	757.9	700.7	57.18	13.256	
8,000.0	7,971.0	7,945.5	7,945.5	28.6	29.4	78.98	-1,011.7	151.6	755.8	697.9	57.90	13.054	
8,100.0	8,070.4	8,044.9	8,044.9	29.0	29.8	79.76	-1,011.7	151.6	753.9	695.3	58.63	12.860	
8,200.0	8,169.9	8,144.4	8,144.4	29.3	30.2	80.54	-1,011.7	151.6	752.1	692.8	59.35	12.672	
8,300.0	8,269.3	8,243.8	8,243.8	29.7	30.5	81.32	-1,011.7	151.6	750.5	690.4	60.08	12.492	
8,400.0	8,368.8	8,343.3	8,343.3	30.0	30.9	82.11	-1,011.7	151.6	748.9	688.1	60.80	12.318	
8,500.0	8,468.2	8,442.7	8,442.7	30.4	31.2	82.90	-1,011.7	151.6	747.6	686.0	61.52	12.151	
8,600.0	8,567.7	8,542.2	8,542.2	30.8	31.6	83.69	-1,011.7	151.6	746.3	684.1	62.25	11.990	
8,700.0	8,667.1	8,641.6	8,641.6	31.1	31.9	84.48	-1,011.7	151.6	745.3	682.3	62.97	11.835	
8,800.0	8,766.6	8,741.1	8,741.1	31.5	32.3	85.28	-1,011.7	151.6	744.3	680.6	63.70	11.685	
8,900.0	8,866.0	8,840.5	8,840.5	31.9	32.6	86.08	-1,011.7	151.6	743.5	679.1	64.42	11.542	
9,000.0	8,965.5	8,940.0	8,940.0	32.2	33.0	86.88	-1,011.7	151.6	742.9	677.7	65.15	11.403	
9,032.7	8,998.0	8,972.5	8,972.5	32.3	33.1	87.14	-1,011.7	151.6	742.7	677.3	65.38	11.359	
9,035.8	9,001.1	8,975.6	8,975.6	32.3	33.1	90.00	-1,011.7	151.6	742.7	677.3	65.41	11.355 CC, ES	
9,050.0	9,015.2	8,989.7	8,989.7	32.4	33.2	103.99	-1,011.7	151.6	742.9	677.4	65.51	11.340	
9,100.0	9,064.9	9,039.4	9,039.4	32.6	33.3	145.70	-1,011.7	151.6	746.2	680.3	65.87	11.329 SF	
9,150.0	9,114.2	9,088.7	9,088.7	32.7	33.5	165.36	-1,011.7	151.6	753.7	687.5	66.22	11.382	
9,200.0	9,162.8	9,137.3	9,137.3	32.9	33.7	174.74	-1,011.7	151.6	765.4	698.8	66.56	11.499	
9,250.0	9,210.2	9,184.7	9,184.7	33.1	33.9	-179.88	-1,011.7	151.6	781.1	714.2	66.89	11.677	

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

Concho Resources LLC

Anticollision Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Reference Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site Error:	3.0 usft	North Reference:	Grid
Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Offset Design												Offset Site Error:	0.0 usft
Survey Program: 100- VES GyroFlex, 6847-MWD												Offset Well Error:	3.0 usft
Reference	Offset	Semi Major Axis		Distance		Warning							
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Tooface (")	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	
0.0	0.0	0.0	0.0	4.2	3.0	-162.32	-696.0	-221.9	730.9				
100.0	100.0	65.2	65.2	4.2	3.0	-162.32	-696.5	-222.0	731.2	723.9	7.24	100.929	
200.0	200.0	156.6	156.6	4.3	3.0	-162.34	-698.8	-222.5	733.6	726.4	7.27	100.870	
300.0	300.0	256.8	256.7	4.3	3.0	-162.41	-701.8	-222.6	736.6	729.2	7.34	100.335	
400.0	400.0	359.1	359.0	4.4	3.0	-162.45	-704.6	-222.8	739.2	731.8	7.45	99.270	
500.0	500.0	459.9	459.7	4.5	3.1	-162.50	-707.1	-223.0	741.6	734.1	7.59	97.767	
600.0	600.0	558.2	558.0	4.7	3.1	-162.53	-709.5	-223.4	744.1	736.3	7.76	95.946	
700.0	700.0	657.0	656.8	4.8	3.1	-162.64	-712.6	-222.8	746.8	738.9	7.95	93.917	
800.0	800.0	769.2	769.0	5.0	3.2	-162.79	-715.6	-221.7	749.2	741.0	8.18	91.623	
900.0	900.0	879.3	879.0	5.2	3.2	-162.88	-716.2	-220.6	749.4	741.0	8.40	89.226	
1,000.0	1,000.0	985.7	985.5	5.4	3.3	-163.01	-716.1	-218.8	748.8	740.2	8.62	86.918	
1,100.0	1,100.0	1,097.7	1,097.4	5.6	3.3	-163.17	-714.7	-216.2	747.0	738.2	8.83	84.576	
1,200.0	1,200.0	1,201.1	1,200.7	5.9	3.3	-163.31	-712.4	-213.6	744.1	735.0	9.06	82.108	
1,300.0	1,300.0	1,304.4	1,303.9	6.1	3.3	-163.47	-709.7	-210.6	740.7	731.4	9.31	79.564	
1,400.0	1,400.0	1,400.0	1,399.5	6.4	3.3	-163.60	-707.0	-208.1	737.3	727.7	9.58	77.003	
1,500.0	1,500.0	1,492.7	1,492.1	6.7	3.3	-163.67	-704.9	-206.6	734.7	724.8	9.85	74.552	
1,600.0	1,600.0	1,598.7	1,598.1	7.0	3.3	-163.74	-702.8	-205.0	732.4	722.2	10.15	72.183	
1,700.0	1,700.0	1,704.5	1,703.8	7.2	3.4	-163.85	-699.9	-202.6	729.2	718.7	10.45	69.764	
1,800.0	1,800.0	1,804.6	1,803.8	7.5	3.4	-163.98	-696.9	-200.1	725.5	714.8	10.77	67.361	
1,900.0	1,900.0	1,900.0	1,899.2	7.8	3.5	-164.07	-694.0	-198.1	722.1	711.0	11.10	65.041	
2,000.0	2,000.0	1,989.3	1,988.5	8.1	3.5	-164.07	-691.9	-197.5	719.6	708.2	11.44	62.890	
2,100.0	2,100.0	2,083.7	2,082.9	8.4	3.5	-164.04	-690.9	-197.5	718.6	706.8	11.79	60.947	
2,200.0	2,200.0	2,191.9	2,191.0	8.8	3.6	-164.07	-689.7	-196.9	717.4	705.3	12.16	59.016	
2,300.0	2,300.0	2,296.0	2,295.0	9.1	3.6	-164.23	-688.1	-194.3	715.2	702.7	12.52	57.114	
2,400.0	2,400.0	2,389.7	2,388.7	9.4	3.7	-164.42	-686.9	-191.5	713.2	700.3	12.89	55.330	
2,500.0	2,500.0	2,488.4	2,487.4	9.7	3.8	-164.52	-685.8	-190.0	711.7	698.5	13.27	53.643	
2,600.0	2,600.0	2,582.6	2,581.6	10.0	3.9	70.62	-685.0	-189.5	710.1	696.5	13.64	52.072	
2,700.0	2,699.8	2,682.8	2,681.8	10.3	3.9	71.12	-684.3	-190.0	707.9	693.9	14.00	50.559	
2,800.0	2,799.5	2,783.8	2,782.8	10.6	3.9	71.95	-683.2	-190.9	704.4	690.0	14.37	49.014	
2,900.0	2,898.9	2,883.8	2,882.8	10.9	3.9	72.90	-681.9	-192.2	700.3	685.6	14.74	47.502	
3,000.0	2,998.4	2,981.5	2,980.4	11.3	3.9	73.84	-680.6	-193.6	696.5	681.4	15.12	46.080	
3,100.0	3,097.8	3,080.4	3,079.4	11.6	4.0	74.81	-679.5	-195.0	693.1	677.6	15.49	44.747	
3,200.0	3,197.3	3,178.5	3,177.4	11.9	4.0	75.76	-678.5	-196.4	689.9	674.0	15.86	43.493	
3,300.0	3,296.7	3,276.3	3,275.2	12.2	4.0	76.73	-677.6	-197.8	687.1	670.9	16.23	42.331	
3,400.0	3,396.2	3,374.9	3,373.7	12.5	4.1	77.75	-676.7	-199.9	684.7	668.1	16.60	41.251	
3,500.0	3,495.6	3,470.4	3,469.3	12.9	4.1	78.78	-675.9	-202.3	682.8	665.9	16.96	40.261	
3,600.0	3,595.1	3,569.7	3,568.5	13.2	4.1	79.85	-675.5	-204.9	681.6	664.2	17.32	39.355	
3,700.0	3,694.5	3,665.4	3,664.2	13.5	4.2	80.89	-675.1	-207.4	680.6	662.9	17.67	38.507	
3,800.0	3,794.0	3,765.0	3,763.8	13.9	4.2	81.99	-675.0	-210.5	680.3	662.3	18.03	37.733	
3,900.0	3,893.4	3,863.6	3,862.3	14.2	4.2	83.06	-674.8	-213.2	680.0	661.6	18.38	36.991	
3,900.1	3,893.5	3,863.8	3,862.4	14.2	4.2	83.06	-674.8	-213.2	680.0	661.6	18.38	36.991 CC	
4,000.0	3,992.9	3,961.5	3,960.1	14.5	4.3	84.08	-675.1	-215.7	680.3	661.5	18.75	36.289 ES	
4,100.0	4,092.3	4,058.7	4,057.4	14.9	4.3	85.14	-675.2	-218.5	680.9	661.8	19.10	35.655	
4,200.0	4,191.8	4,153.6	4,152.2	15.2	4.4	86.15	-675.9	-221.4	682.3	662.8	19.45	35.071	
4,300.0	4,291.2	4,248.8	4,247.3	15.5	4.4	87.17	-677.0	-224.8	684.5	664.7	19.81	34.552	
4,400.0	4,390.7	4,348.6	4,347.0	15.9	4.5	88.24	-678.4	-228.5	687.4	667.2	20.18	34.068	
4,500.0	4,490.1	4,448.9	4,447.3	16.2	4.5	89.27	-679.8	-231.7	690.1	669.5	20.55	33.584	
4,600.0	4,589.6	4,545.7	4,544.0	16.6	4.6	90.28	-681.1	-235.1	693.2	672.3	20.92	33.132	
4,700.0	4,689.0	4,642.2	4,640.4	16.9	4.6	91.26	-682.7	-238.7	696.9	675.6	21.30	32.715	
4,800.0	4,788.5	4,738.8	4,736.9	17.3	4.7	92.23	-684.8	-242.3	701.2	679.5	21.69	32.332	
4,900.0	4,887.9	4,834.6	4,832.6	17.6	4.7	93.13	-687.4	-245.7	706.1	684.0	22.08	31.980	
5,000.0	4,987.4	4,929.4	4,927.3	17.9	4.8	94.00	-690.6	-249.3	711.8	689.3	22.47	31.670	

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

Concho Resources LLC

Anticollision Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Reference Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site Error:	3.0 usft	North Reference:	Grid
Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Offset Design PEACEKEEPER - WETHERBEE #405H - OWB - ACTUAL WELLPATH												Offset Site Error:	0.0 usft
Survey Program: 100- VES GyroFlex, 6847-MWD												Offset Well Error:	3.0 usft
Reference	Offset	Semi Major Axis		Distance									
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning
5,100.0	5,086.9	5,027.8	5,025.6	18.3	4.9	94.89	-694.2	-253.3	718.0	695.1	22.88	31.379	
5,200.0	5,186.3	5,128.6	5,126.2	18.6	4.9	95.77	-697.8	-257.3	724.3	701.0	23.30	31.091	
5,300.0	5,285.8	5,228.8	5,226.3	19.0	5.0	96.67	-701.0	-261.4	730.5	706.8	23.72	30.801	
5,400.0	5,385.2	5,326.5	5,323.9	19.3	5.1	97.54	-704.0	-265.5	737.0	712.9	24.14	30.529	
5,500.0	5,484.7	5,424.9	5,422.1	19.7	5.2	98.38	-707.4	-269.6	743.9	719.3	24.57	30.273	
5,600.0	5,584.1	5,524.9	5,522.0	20.0	5.2	99.18	-711.3	-273.3	750.8	725.8	25.01	30.021	
5,700.0	5,683.6	5,625.2	5,622.2	20.4	5.3	99.93	-715.3	-276.6	757.8	732.3	25.45	29.772	
5,800.0	5,783.0	5,724.8	5,721.6	20.7	5.4	100.66	-719.3	-279.9	764.8	738.9	25.90	29.527	
5,900.0	5,882.5	5,823.7	5,820.4	21.1	5.5	101.38	-723.1	-283.2	771.9	745.6	26.35	29.300	
6,000.0	5,981.9	5,923.6	5,920.1	21.5	5.6	102.10	-727.0	-286.5	779.2	752.4	26.80	29.070	
6,100.0	6,081.4	6,022.9	6,019.3	21.8	5.7	102.79	-730.9	-289.8	786.5	759.3	27.26	28.852	
6,200.0	6,180.8	6,123.7	6,119.9	22.2	5.8	103.48	-734.7	-293.0	793.8	766.1	27.72	28.633 SF	

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

Concho Resources LLC

Anticollision Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Reference Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site Error:	3.0 usft	North Reference:	Grid
Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Offset Design												Offset Site Error:	0.0 usft
Survey Program: 100- VES GyroFlex, 6847-MWD												Offset Well Error:	3.0 usft
Reference	Offset	Semi Major Axis		Distance									
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning
0.0	0.0	0.0	0.0	4.2	3.0	-162.32	-696.0	-221.9	730.5				
100.0	100.0	79.5	79.5	4.2	3.0	-162.32	-696.8	-222.1	731.5	724.2	7.24	100.978	
200.0	200.0	173.0	173.0	4.3	3.0	-162.35	-699.3	-222.5	734.1	726.9	7.27	100.930	
300.0	300.0	274.4	274.3	4.3	3.0	-162.41	-702.3	-222.6	737.1	729.7	7.34	100.378	
400.0	400.0	376.4	376.3	4.4	3.0	-162.46	-705.0	-222.8	739.6	732.2	7.45	99.299	
500.0	500.0	476.9	476.7	4.5	3.1	-162.50	-707.5	-223.0	742.0	734.5	7.59	97.787	
600.0	600.0	574.7	574.5	4.7	3.1	-162.54	-710.0	-223.3	744.6	736.8	7.76	95.971	
700.0	700.0	674.0	673.8	4.8	3.1	-162.66	-713.1	-222.6	747.3	739.4	7.96	93.942	
800.0	800.0	789.9	789.6	5.0	3.2	-162.81	-715.8	-221.5	749.3	741.1	8.18	91.604	
900.0	900.0	897.3	897.0	5.2	3.2	-162.90	-716.3	-220.3	749.4	741.0	8.40	89.245	
1,000.0	1,000.0	1,004.1	1,003.8	5.4	3.3	-163.04	-716.0	-218.4	748.6	740.0	8.61	86.951	
1,100.0	1,100.0	1,115.4	1,115.1	5.6	3.3	-163.19	-714.4	-215.8	746.5	737.7	8.83	84.585	
1,200.0	1,200.0	1,218.7	1,218.3	5.9	3.3	-163.33	-712.0	-213.2	743.6	734.5	9.06	82.095	
1,300.0	1,300.0	1,321.0	1,320.5	6.1	3.3	-163.50	-709.2	-210.1	740.1	730.8	9.31	79.530	
1,400.0	1,400.0	1,417.5	1,416.9	6.4	3.3	-163.61	-706.5	-207.8	736.8	727.2	9.57	76.967	
1,500.0	1,500.0	1,509.6	1,509.0	6.7	3.3	-163.68	-704.6	-206.3	734.4	724.5	9.85	74.529	
1,600.0	1,600.0	1,616.8	1,616.1	7.0	3.3	-163.75	-702.4	-204.7	731.9	721.7	10.15	72.132	
1,700.0	1,700.0	1,721.5	1,720.8	7.2	3.4	-163.88	-699.4	-202.2	728.5	718.1	10.45	69.691	
1,800.0	1,800.0	1,821.2	1,820.4	7.5	3.4	-164.00	-696.4	-199.7	724.9	714.1	10.77	67.282	
1,900.0	1,900.0	1,916.9	1,916.1	7.8	3.5	-164.07	-693.5	-197.9	721.5	710.4	11.11	64.951	
2,000.0	2,000.0	2,004.5	2,003.7	8.1	3.5	-164.07	-691.7	-197.5	719.4	708.0	11.45	62.847	
2,100.0	2,100.0	2,100.0	2,099.1	8.4	3.5	-164.04	-690.7	-197.5	718.5	706.7	11.80	60.893	
2,200.0	2,200.0	2,210.0	2,209.1	8.8	3.6	-164.08	-689.4	-196.6	717.1	704.9	12.16	58.949	
2,300.0	2,300.0	2,312.2	2,311.3	9.1	3.7	-164.27	-687.9	-193.7	714.8	702.3	12.53	57.046	
2,400.0	2,400.0	2,405.9	2,404.9	9.4	3.7	-164.44	-686.7	-191.2	712.9	700.0	12.90	55.274	
2,500.0	2,500.0	2,505.0	2,504.0	9.7	3.8	-164.52	-685.6	-189.8	711.5	698.2	13.28	53.586	
2,600.0	2,600.0	2,600.0	2,599.0	10.0	3.9	70.63	-684.8	-189.6	710.0	696.4	13.65	52.025	
2,700.0	2,699.8	2,700.2	2,699.2	10.3	3.9	71.13	-684.1	-190.1	707.8	693.8	14.01	50.513	
2,800.0	2,799.5	2,801.0	2,800.0	10.6	3.9	71.98	-683.0	-191.1	704.2	689.9	14.38	48.968	
2,900.0	2,898.9	2,900.0	2,899.0	10.9	3.9	72.92	-681.7	-192.4	700.2	685.4	14.75	47.459	
3,000.0	2,998.4	2,998.1	2,997.1	11.3	4.0	73.87	-680.4	-193.8	696.4	681.3	15.12	46.042	
3,100.0	3,097.8	3,097.5	3,096.4	11.6	4.0	74.84	-679.3	-195.3	693.0	677.5	15.50	44.713	
3,200.0	3,197.3	3,195.2	3,194.2	11.9	4.0	75.78	-678.3	-196.6	689.8	674.0	15.87	43.464	
3,300.0	3,296.7	3,293.0	3,291.9	12.2	4.0	76.75	-677.5	-198.1	687.1	670.9	16.24	42.309	
3,400.0	3,396.2	3,391.8	3,390.7	12.5	4.1	77.79	-676.5	-200.3	684.7	668.1	16.61	41.234	
3,500.0	3,495.6	3,486.6	3,485.5	12.9	4.1	78.81	-675.8	-202.7	682.9	666.0	16.97	40.254	
3,600.0	3,595.1	3,587.0	3,585.8	13.2	4.1	79.89	-675.4	-205.3	681.7	664.3	17.32	39.350	
3,700.0	3,694.5	3,681.4	3,680.2	13.5	4.2	80.92	-675.1	-207.9	680.8	663.1	17.68	38.511	
3,800.0	3,794.0	3,782.7	3,781.5	13.9	4.2	82.04	-674.9	-211.1	680.5	662.5	18.03	37.736	
3,887.8	3,881.3	3,868.4	3,867.1	14.1	4.2	82.96	-674.8	-213.3	680.3	661.9	18.34	37.084 CC	
3,900.0	3,893.4	3,880.1	3,878.8	14.2	4.2	83.08	-674.8	-213.6	680.3	661.9	18.39	36.997	
4,000.0	3,992.9	3,978.4	3,977.0	14.5	4.3	84.12	-675.1	-216.2	680.6	661.8	18.75	36.300 ES	
4,100.0	4,092.3	4,075.2	4,073.9	14.9	4.3	85.17	-675.3	-219.0	681.3	662.2	19.10	35.668	
4,200.0	4,191.8	4,169.7	4,168.3	15.2	4.4	86.18	-676.0	-222.0	682.7	663.3	19.46	35.091	
4,300.0	4,291.2	4,265.3	4,263.8	15.5	4.4	87.20	-677.2	-225.4	685.1	665.3	19.81	34.576	
4,400.0	4,390.7	4,366.3	4,364.7	15.9	4.5	88.28	-678.7	-229.1	687.9	667.7	20.18	34.089	
4,500.0	4,490.1	4,465.5	4,463.9	16.2	4.5	89.30	-680.0	-232.3	690.6	670.0	20.55	33.605	
4,600.0	4,589.6	4,562.2	4,560.5	16.6	4.6	90.30	-681.3	-235.7	693.8	672.8	20.92	33.155	
4,700.0	4,689.0	4,658.7	4,656.9	16.9	4.6	91.29	-683.0	-239.3	697.5	676.2	21.30	32.741	
4,800.0	4,788.5	4,755.4	4,753.5	17.3	4.7	92.25	-685.2	-242.9	701.9	680.2	21.69	32.360	
4,900.0	4,887.9	4,850.6	4,848.6	17.6	4.7	93.14	-687.9	-246.3	706.9	684.8	22.08	32.011	
5,000.0	4,987.4	4,946.1	4,944.0	17.9	4.8	94.01	-691.2	-250.0	712.7	690.2	22.48	31.704	

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

Concho Resources LLC

Anticollision Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Reference Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site Error:	3.0 usft	North Reference:	Grid
Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Offset Design												Offset Site Error:	0.0 usft
PEACEKEEPER - WETHERBEE A ALLOCATION #405H - OWB - ACTUAL WELLPATH												Offset Well Error:	3.0 usft
Survey Program: 100- VES GyroFlex, 6847-MWD													
Reference		Offset		Semi Major Axis			Distance						
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning
5,100.0	5,086.9	5,045.0	5,042.7	18.3	4.9	94.90	-694.8	-254.0	718.9	696.0	22.89	31.412	
5,200.0	5,186.3	5,145.9	5,143.5	18.6	4.9	95.79	-698.4	-258.0	725.2	701.9	23.30	31.120	
5,300.0	5,285.8	5,245.6	5,243.0	19.0	5.0	96.68	-701.5	-262.1	731.4	707.7	23.72	30.830	
5,400.0	5,385.2	5,343.3	5,340.6	19.3	5.1	97.55	-704.6	-266.3	737.9	713.8	24.15	30.558	
5,500.0	5,484.7	5,442.0	5,439.2	19.7	5.2	98.39	-708.1	-270.3	744.8	720.2	24.58	30.300	
5,600.0	5,584.1	5,542.1	5,539.1	20.0	5.2	99.18	-712.0	-273.9	751.7	726.7	25.02	30.047	
5,700.0	5,683.6	5,642.3	5,639.2	20.4	5.3	99.92	-716.0	-277.2	758.7	733.2	25.46	29.796	
5,800.0	5,783.0	5,741.6	5,738.4	20.7	5.4	100.65	-719.9	-280.5	765.7	739.8	25.91	29.551	
5,900.0	5,882.5	5,840.9	5,837.5	21.1	5.5	101.38	-723.8	-283.8	772.8	746.5	26.35	29.324	
6,000.0	5,981.9	5,940.5	5,937.0	21.5	5.6	102.09	-727.6	-287.1	780.0	753.2	26.81	29.093	
6,100.0	6,081.4	6,040.3	6,036.7	21.8	5.7	102.79	-731.5	-290.4	787.4	760.1	27.27	28.872	
6,200.0	6,180.8	6,140.4	6,136.6	22.2	5.8	103.47	-735.3	-293.5	794.7	766.9	27.73	28.653 SF	

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

Concho Resources LLC

Anticollision Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Reference Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site Error:	3.0 usft	North Reference:	Grid
Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Reference Depths are relative to KB=27' @ 3055.5usft (MCVAY 8)

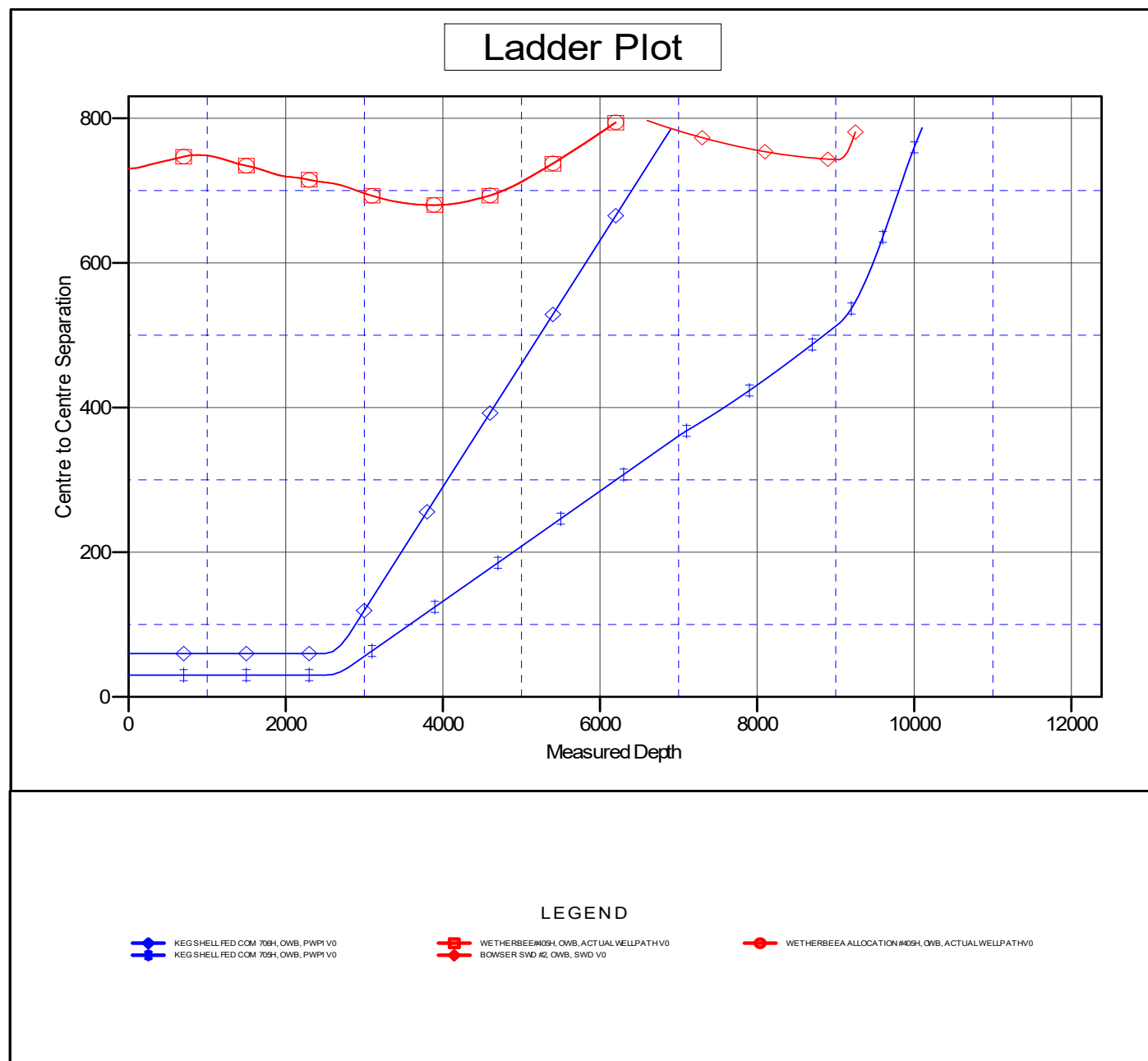
Offset Depths are relative to Offset Datum

Central Meridian is 104° 20' 0.000 W

Coordinates are relative to: KEG SHELL FED COM 704H

Coordinate System is US State Plane 1927 (Exact solution), New Mexico East 30

Grid Convergence at Surface is: 0.14°



CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

Concho Resources LLC

Anticollision Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Reference Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site Error:	3.0 usft	North Reference:	Grid
Reference Well:	KEG SHELL FED COM 704H	Survey Calculation Method:	Minimum Curvature
Well Error:	3.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	edm
Reference Design:	PWP1	Offset TVD Reference:	Offset Datum

Reference Depths are relative to KB=27' @ 3055.5usft (MCVAY 8)

Offset Depths are relative to Offset Datum

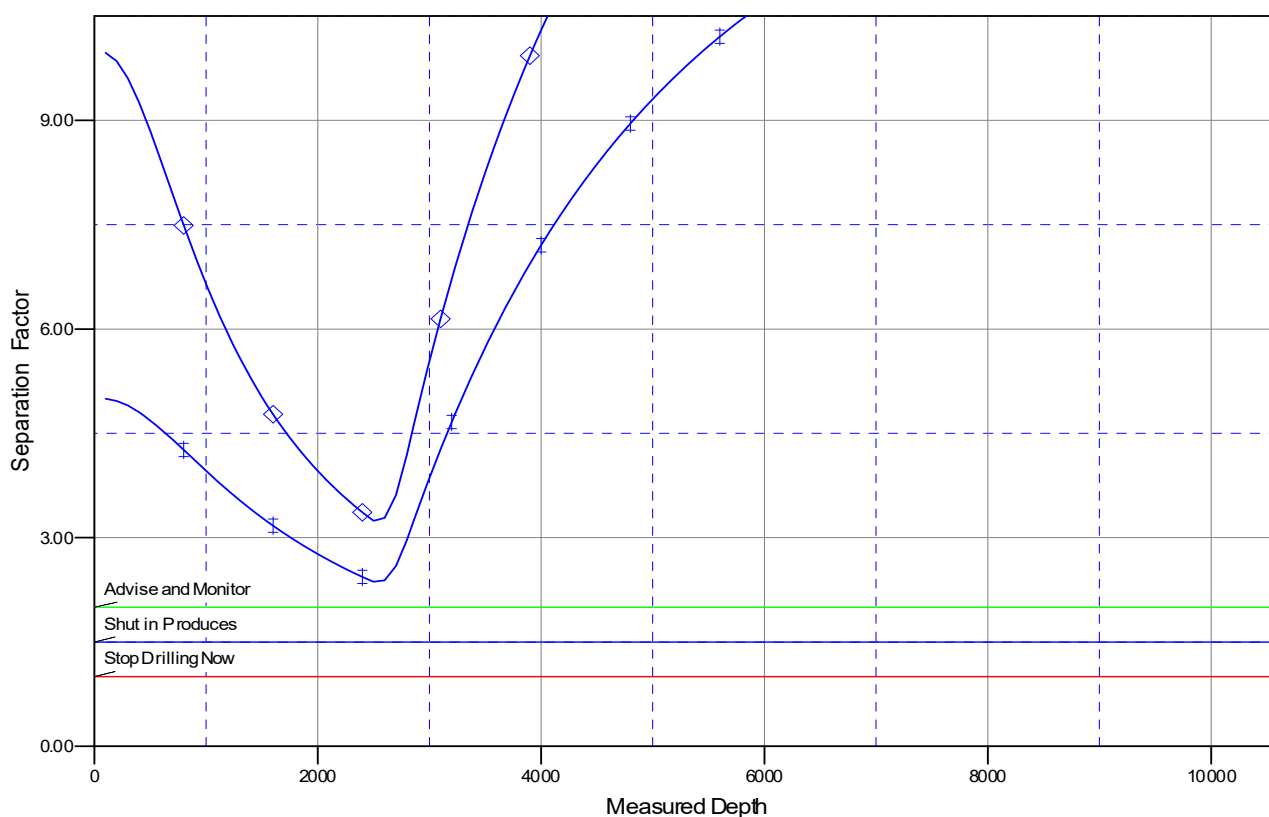
Central Meridian is 104° 20' 0.000 W

Coordinates are relative to: KEG SHELL FED COM 704H

Coordinate System is US State Plane 1927 (Exact solution), New Mexico East 30

Grid Convergence at Surface is: 0.14°

Separation Factor Plot



LEGEND

KEG SHELL FED COM 704H, OWB, PWP1 V0
 KEG SHELL FED COM 704H, OWB, PWP1 V0

WETHERBEEA #409H, OWB, ACTUAL WELLPATH V0
 BOWSER SWD #2, OWB, SWD V0

WETHERBEEA ALLOCATION #409H, OWB, ACTUAL WELLPATH V0

DELAWARE BASIN WEST

**ATLAS PROSPECT (NM-E)
KEG SHELL FED COM PROJECT
KEG SHELL FED COM 704H**

OWB

Plan: PWP1

Standard Survey Report

02 November, 2020

Concho Resources LLC

Survey Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Well:	KEG SHELL FED COM 704H	North Reference:	Grid
Wellbore:	OWB	Survey Calculation Method:	Minimum Curvature
Design:	PWP1	Database:	edm

Project	ATLAS PROSPECT (NM-E)		
Map System:	US State Plane 1927 (Exact solution)	System Datum:	Mean Sea Level
Geo Datum:	NAD 1927 (NADCON CONUS)		
Map Zone:	New Mexico East 3001		

Site	KEG SHELL FED COM PROJECT		
Site Position:		Northing:	363,843.46 usft
From:	Map	Easting:	588,090.89 usft
Position Uncertainty:	3.0 usft	Slot Radius:	13-3/16 "
		Latitude:	32° 0' 0.003 N
		Longitude:	104° 2' 56.993 W
		Grid Convergence:	0.15 °

Well	KEG SHELL FED COM 704H		
Well Position	+N/-S	0.0 usft	Northing: 364,254.60 usft
	+E/-W	0.0 usft	Easting: 584,171.40 usft
Position Uncertainty	3.0 usft	Wellhead Elevation:	usft
		Latitude:	32° 0' 4.172 N
		Longitude:	104° 3' 42.498 W
		Ground Level:	3,029.5 usft

Wellbore	OWB		
Magnetics	Model Name	Sample Date	Declination (°)
	IGRF2020	10/30/2020	6.83
			Dip Angle (°) 59.64
			Field Strength (nT) 47,378.43778879

Design	PWP1		
Audit Notes:			
Version:	Phase:	PLAN	Tie On Depth: 0.0
Vertical Section:	Depth From (TVD) (usft)	+N/-S (usft)	+E/-W (usft)
	0.0	0.0	0.0
			Direction (°) 3.68

Survey Tool Program	Date	11/2/2020		
From (usft)	To (usft)	Survey (Wellbore)	Tool Name	Description
0.0	21,977.4	PWP1 (OWB)	MWD+IFR1+FDIR	OWSG MWD + IFR1 + FDIR Correction

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	0.00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00

Concho Resources LLC

Survey Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Well:	KEG SHELL FED COM 704H	North Reference:	Grid
Wellbore:	OWB	Survey Calculation Method:	Minimum Curvature
Design:	PWP1	Database:	edm

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,400.0	0.00	0.00	1,400.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,600.0	0.00	0.00	1,600.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,700.0	0.00	0.00	1,700.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,800.0	0.00	0.00	1,800.0	0.0	0.0	0.0	0.00	0.00	0.00	
1,900.0	0.00	0.00	1,900.0	0.0	0.0	0.0	0.00	0.00	0.00	
2,000.0	0.00	0.00	2,000.0	0.0	0.0	0.0	0.00	0.00	0.00	
2,100.0	0.00	0.00	2,100.0	0.0	0.0	0.0	0.00	0.00	0.00	
2,200.0	0.00	0.00	2,200.0	0.0	0.0	0.0	0.00	0.00	0.00	
2,300.0	0.00	0.00	2,300.0	0.0	0.0	0.0	0.00	0.00	0.00	
2,400.0	0.00	0.00	2,400.0	0.0	0.0	0.0	0.00	0.00	0.00	
2,500.0	0.00	0.00	2,500.0	0.0	0.0	0.0	0.00	0.00	0.00	
Start Build 2.00										
2,600.0	2.00	125.00	2,600.0	-1.0	1.4	-0.9	2.00	2.00	0.00	
2,700.0	4.00	125.00	2,699.8	-4.0	5.7	-3.6	2.00	2.00	0.00	
2,800.0	6.00	125.00	2,799.5	-9.0	12.9	-8.2	2.00	2.00	0.00	
Start 6232.7 hold at 2800.0 MD										
2,900.0	6.00	125.00	2,898.9	-15.0	21.4	-13.6	0.00	0.00	0.00	
3,000.0	6.00	125.00	2,998.4	-21.0	30.0	-19.0	0.00	0.00	0.00	
3,100.0	6.00	125.00	3,097.8	-27.0	38.5	-24.5	0.00	0.00	0.00	
3,200.0	6.00	125.00	3,197.3	-33.0	47.1	-29.9	0.00	0.00	0.00	
3,300.0	6.00	125.00	3,296.7	-39.0	55.7	-35.3	0.00	0.00	0.00	
3,400.0	6.00	125.00	3,396.2	-45.0	64.2	-40.8	0.00	0.00	0.00	
3,500.0	6.00	125.00	3,495.6	-51.0	72.8	-46.2	0.00	0.00	0.00	
3,600.0	6.00	125.00	3,595.1	-57.0	81.4	-51.6	0.00	0.00	0.00	
3,700.0	6.00	125.00	3,694.5	-63.0	89.9	-57.1	0.00	0.00	0.00	
3,800.0	6.00	125.00	3,794.0	-69.0	98.5	-62.5	0.00	0.00	0.00	
3,900.0	6.00	125.00	3,893.4	-75.0	107.0	-67.9	0.00	0.00	0.00	
4,000.0	6.00	125.00	3,992.9	-80.9	115.6	-73.4	0.00	0.00	0.00	
4,100.0	6.00	125.00	4,092.3	-86.9	124.2	-78.8	0.00	0.00	0.00	
4,200.0	6.00	125.00	4,191.8	-92.9	132.7	-84.2	0.00	0.00	0.00	
4,300.0	6.00	125.00	4,291.2	-98.9	141.3	-89.7	0.00	0.00	0.00	
4,400.0	6.00	125.00	4,390.7	-104.9	149.9	-95.1	0.00	0.00	0.00	
4,500.0	6.00	125.00	4,490.1	-110.9	158.4	-100.5	0.00	0.00	0.00	
4,600.0	6.00	125.00	4,589.6	-116.9	167.0	-106.0	0.00	0.00	0.00	
4,700.0	6.00	125.00	4,689.0	-122.9	175.5	-111.4	0.00	0.00	0.00	
4,800.0	6.00	125.00	4,788.5	-128.9	184.1	-116.8	0.00	0.00	0.00	
4,900.0	6.00	125.00	4,887.9	-134.9	192.7	-122.3	0.00	0.00	0.00	
5,000.0	6.00	125.00	4,987.4	-140.9	201.2	-127.7	0.00	0.00	0.00	
5,100.0	6.00	125.00	5,086.9	-146.9	209.8	-133.1	0.00	0.00	0.00	

Concho Resources LLC

Survey Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Well:	KEG SHELL FED COM 704H	North Reference:	Grid
Wellbore:	OWB	Survey Calculation Method:	Minimum Curvature
Design:	PWP1	Database:	edm

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	
5,200.0	6.00	125.00	5,186.3	-152.9	218.4	-138.6	0.00	0.00	0.00	
5,300.0	6.00	125.00	5,285.8	-158.9	226.9	-144.0	0.00	0.00	0.00	
5,400.0	6.00	125.00	5,385.2	-164.9	235.5	-149.4	0.00	0.00	0.00	
5,500.0	6.00	125.00	5,484.7	-170.9	244.0	-154.9	0.00	0.00	0.00	
5,600.0	6.00	125.00	5,584.1	-176.9	252.6	-160.3	0.00	0.00	0.00	
5,700.0	6.00	125.00	5,683.6	-182.9	261.2	-165.7	0.00	0.00	0.00	
5,800.0	6.00	125.00	5,783.0	-188.9	269.7	-171.2	0.00	0.00	0.00	
5,900.0	6.00	125.00	5,882.5	-194.9	278.3	-176.6	0.00	0.00	0.00	
6,000.0	6.00	125.00	5,981.9	-200.9	286.9	-182.0	0.00	0.00	0.00	
6,100.0	6.00	125.00	6,081.4	-206.9	295.4	-187.5	0.00	0.00	0.00	
6,200.0	6.00	125.00	6,180.8	-212.8	304.0	-192.9	0.00	0.00	0.00	
6,300.0	6.00	125.00	6,280.3	-218.8	312.5	-198.4	0.00	0.00	0.00	
6,400.0	6.00	125.00	6,379.7	-224.8	321.1	-203.8	0.00	0.00	0.00	
6,500.0	6.00	125.00	6,479.2	-230.8	329.7	-209.2	0.00	0.00	0.00	
6,600.0	6.00	125.00	6,578.6	-236.8	338.2	-214.7	0.00	0.00	0.00	
6,700.0	6.00	125.00	6,678.1	-242.8	346.8	-220.1	0.00	0.00	0.00	
6,800.0	6.00	125.00	6,777.5	-248.8	355.4	-225.5	0.00	0.00	0.00	
6,900.0	6.00	125.00	6,877.0	-254.8	363.9	-231.0	0.00	0.00	0.00	
7,000.0	6.00	125.00	6,976.4	-260.8	372.5	-236.4	0.00	0.00	0.00	
7,100.0	6.00	125.00	7,075.9	-266.8	381.0	-241.8	0.00	0.00	0.00	
7,200.0	6.00	125.00	7,175.3	-272.8	389.6	-247.3	0.00	0.00	0.00	
7,300.0	6.00	125.00	7,274.8	-278.8	398.2	-252.7	0.00	0.00	0.00	
7,400.0	6.00	125.00	7,374.3	-284.8	406.7	-258.1	0.00	0.00	0.00	
7,500.0	6.00	125.00	7,473.7	-290.8	415.3	-263.6	0.00	0.00	0.00	
7,600.0	6.00	125.00	7,573.2	-296.8	423.9	-269.0	0.00	0.00	0.00	
7,700.0	6.00	125.00	7,672.6	-302.8	432.4	-274.4	0.00	0.00	0.00	
7,800.0	6.00	125.00	7,772.1	-308.8	441.0	-279.9	0.00	0.00	0.00	
7,900.0	6.00	125.00	7,871.5	-314.8	449.5	-285.3	0.00	0.00	0.00	
8,000.0	6.00	125.00	7,971.0	-320.8	458.1	-290.7	0.00	0.00	0.00	
8,100.0	6.00	125.00	8,070.4	-326.8	466.7	-296.2	0.00	0.00	0.00	
8,200.0	6.00	125.00	8,169.9	-332.8	475.2	-301.6	0.00	0.00	0.00	
8,300.0	6.00	125.00	8,269.3	-338.8	483.8	-307.0	0.00	0.00	0.00	
8,400.0	6.00	125.00	8,368.8	-344.7	492.4	-312.5	0.00	0.00	0.00	
8,500.0	6.00	125.00	8,468.2	-350.7	500.9	-317.9	0.00	0.00	0.00	
8,600.0	6.00	125.00	8,567.7	-356.7	509.5	-323.3	0.00	0.00	0.00	
8,700.0	6.00	125.00	8,667.1	-362.7	518.0	-328.8	0.00	0.00	0.00	
8,800.0	6.00	125.00	8,766.6	-368.7	526.6	-334.2	0.00	0.00	0.00	
8,900.0	6.00	125.00	8,866.0	-374.7	535.2	-339.6	0.00	0.00	0.00	
9,000.0	6.00	125.00	8,965.5	-380.7	543.7	-345.1	0.00	0.00	0.00	
9,032.7	6.00	125.00	8,998.0	-382.7	546.5	-346.8	0.00	0.00	0.00	
Start DLS 10.00 TFO -107.40										
9,100.0	7.55	66.66	9,064.9	-382.9	553.5	-346.7	10.00	2.30	-86.68	
9,200.0	15.97	38.02	9,162.8	-369.5	568.0	-332.3	10.00	8.42	-28.63	
9,300.0	25.54	29.63	9,256.2	-339.8	587.2	-301.5	10.00	9.57	-8.40	

Concho Resources LLC

Survey Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Well:	KEG SHELL FED COM 704H	North Reference:	Grid
Wellbore:	OWB	Survey Calculation Method:	Minimum Curvature
Design:	PWP1	Database:	edm

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
9,400.0	35.34	25.64	9,342.3	-294.9	610.4	-255.2	10.00	9.80	-3.98
9,500.0	45.22	23.22	9,418.5	-236.1	637.0	-194.7	10.00	9.88	-2.42
9,600.0	55.13	21.52	9,482.5	-165.1	666.1	-122.1	10.00	9.91	-1.70
9,700.0	65.06	20.19	9,532.3	-84.2	696.9	-39.3	10.00	9.93	-1.33
9,800.0	75.01	19.05	9,566.4	4.2	728.4	50.9	10.00	9.94	-1.13
9,900.0	84.96	18.02	9,583.8	97.5	759.6	146.0	10.00	9.95	-1.03
9,948.8	89.81	17.53	9,586.0	143.9	774.5	193.3	10.00	9.95	-1.00
Start DLS 2.00 TFO -90.03									
10,000.0	89.81	16.51	9,586.2	192.9	789.5	243.1	2.00	0.00	-2.00
10,100.0	89.81	14.51	9,586.5	289.2	816.2	341.0	2.00	0.00	-2.00
10,200.0	89.81	12.51	9,586.8	386.4	839.6	439.5	2.00	0.00	-2.00
10,300.0	89.81	10.51	9,587.2	484.4	859.6	538.5	2.00	0.00	-2.00
10,400.0	89.81	8.51	9,587.5	583.0	876.1	638.0	2.00	0.00	-2.00
10,500.0	89.81	6.51	9,587.8	682.2	889.1	737.8	2.00	0.00	-2.00
10,600.0	89.81	4.51	9,588.2	781.7	898.7	837.7	2.00	0.00	-2.00
10,700.0	89.81	2.51	9,588.5	881.5	904.9	937.7	2.00	0.00	-2.00
10,800.0	89.81	0.51	9,588.8	981.5	907.5	1,037.7	2.00	0.00	-2.00
10,832.5	89.81	359.86	9,589.0	1,013.9	907.6	1,070.1	2.00	0.00	-2.00
Start 741.2 hold at 10832.5 MD									
10,900.0	89.81	359.86	9,589.2	1,081.5	907.4	1,137.4	0.00	0.00	0.00
11,000.0	89.81	359.86	9,589.5	1,181.5	907.2	1,237.2	0.00	0.00	0.00
11,100.0	89.81	359.86	9,589.8	1,281.5	907.0	1,337.0	0.00	0.00	0.00
11,200.0	89.81	359.86	9,590.2	1,381.5	906.7	1,436.8	0.00	0.00	0.00
11,300.0	89.81	359.86	9,590.5	1,481.5	906.5	1,536.6	0.00	0.00	0.00
11,400.0	89.81	359.86	9,590.8	1,581.5	906.2	1,636.3	0.00	0.00	0.00
11,500.0	89.81	359.86	9,591.2	1,681.5	906.0	1,736.1	0.00	0.00	0.00
11,573.6	89.81	359.86	9,591.4	1,755.1	905.8	1,809.6	0.00	0.00	0.00
Start DLS 2.00 TFO -89.94									
11,600.0	89.81	359.33	9,591.5	1,781.5	905.6	1,835.9	2.00	0.00	-2.00
11,679.4	89.81	357.74	9,591.7	1,860.9	903.6	1,915.0	2.00	0.00	-2.00
Start 5198.0 hold at 11679.4 MD									
11,700.0	89.81	357.74	9,591.8	1,881.4	902.8	1,935.4	0.00	0.00	0.00
11,800.0	89.81	357.74	9,592.1	1,981.3	898.8	2,034.9	0.00	0.00	0.00
11,900.0	89.81	357.74	9,592.5	2,081.3	894.9	2,134.4	0.00	0.00	0.00
12,000.0	89.81	357.74	9,592.8	2,181.2	891.0	2,233.8	0.00	0.00	0.00
12,100.0	89.81	357.74	9,593.1	2,281.1	887.0	2,333.3	0.00	0.00	0.00
12,200.0	89.81	357.74	9,593.4	2,381.0	883.1	2,432.8	0.00	0.00	0.00
12,300.0	89.81	357.74	9,593.8	2,481.0	879.2	2,532.2	0.00	0.00	0.00
12,400.0	89.81	357.74	9,594.1	2,580.9	875.2	2,631.7	0.00	0.00	0.00
12,500.0	89.81	357.74	9,594.4	2,680.8	871.3	2,731.2	0.00	0.00	0.00
12,600.0	89.81	357.74	9,594.7	2,780.7	867.4	2,830.6	0.00	0.00	0.00
12,700.0	89.81	357.74	9,595.1	2,880.6	863.4	2,930.1	0.00	0.00	0.00
12,800.0	89.81	357.74	9,595.4	2,980.6	859.5	3,029.5	0.00	0.00	0.00
12,900.0	89.81	357.74	9,595.7	3,080.5	855.5	3,129.0	0.00	0.00	0.00

Concho Resources LLC

Survey Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Well:	KEG SHELL FED COM 704H	North Reference:	Grid
Wellbore:	OWB	Survey Calculation Method:	Minimum Curvature
Design:	PWP1	Database:	edm

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
13,000.0	89.81	357.74	9,596.1	3,180.4	851.6	3,228.5	0.00	0.00	0.00
13,100.0	89.81	357.74	9,596.4	3,280.3	847.7	3,327.9	0.00	0.00	0.00
13,200.0	89.81	357.74	9,596.7	3,380.3	843.7	3,427.4	0.00	0.00	0.00
13,300.0	89.81	357.74	9,597.0	3,480.2	839.8	3,526.9	0.00	0.00	0.00
13,400.0	89.81	357.74	9,597.4	3,580.1	835.9	3,626.3	0.00	0.00	0.00
13,500.0	89.81	357.74	9,597.7	3,680.0	831.9	3,725.8	0.00	0.00	0.00
13,600.0	89.81	357.74	9,598.0	3,779.9	828.0	3,825.3	0.00	0.00	0.00
13,700.0	89.81	357.74	9,598.3	3,879.9	824.1	3,924.7	0.00	0.00	0.00
13,800.0	89.81	357.74	9,598.7	3,979.8	820.1	4,024.2	0.00	0.00	0.00
13,900.0	89.81	357.74	9,599.0	4,079.7	816.2	4,123.7	0.00	0.00	0.00
14,000.0	89.81	357.74	9,599.3	4,179.6	812.3	4,223.1	0.00	0.00	0.00
14,100.0	89.81	357.74	9,599.6	4,279.6	808.3	4,322.6	0.00	0.00	0.00
14,200.0	89.81	357.74	9,600.0	4,379.5	804.4	4,422.0	0.00	0.00	0.00
14,300.0	89.81	357.74	9,600.3	4,479.4	800.4	4,521.5	0.00	0.00	0.00
14,400.0	89.81	357.74	9,600.6	4,579.3	796.5	4,621.0	0.00	0.00	0.00
14,500.0	89.81	357.74	9,600.9	4,679.2	792.6	4,720.4	0.00	0.00	0.00
14,600.0	89.81	357.74	9,601.3	4,779.2	788.6	4,819.9	0.00	0.00	0.00
14,700.0	89.81	357.74	9,601.6	4,879.1	784.7	4,919.4	0.00	0.00	0.00
14,800.0	89.81	357.74	9,601.9	4,979.0	780.8	5,018.8	0.00	0.00	0.00
14,900.0	89.81	357.74	9,602.3	5,078.9	776.8	5,118.3	0.00	0.00	0.00
15,000.0	89.81	357.74	9,602.6	5,178.9	772.9	5,217.8	0.00	0.00	0.00
15,100.0	89.81	357.74	9,602.9	5,278.8	769.0	5,317.2	0.00	0.00	0.00
15,200.0	89.81	357.74	9,603.2	5,378.7	765.0	5,416.7	0.00	0.00	0.00
15,300.0	89.81	357.74	9,603.6	5,478.6	761.1	5,516.1	0.00	0.00	0.00
15,400.0	89.81	357.74	9,603.9	5,578.5	757.1	5,615.6	0.00	0.00	0.00
15,500.0	89.81	357.74	9,604.2	5,678.5	753.2	5,715.1	0.00	0.00	0.00
15,600.0	89.81	357.74	9,604.5	5,778.4	749.3	5,814.5	0.00	0.00	0.00
15,700.0	89.81	357.74	9,604.9	5,878.3	745.3	5,914.0	0.00	0.00	0.00
15,800.0	89.81	357.74	9,605.2	5,978.2	741.4	6,013.5	0.00	0.00	0.00
15,900.0	89.81	357.74	9,605.5	6,078.1	737.5	6,112.9	0.00	0.00	0.00
16,000.0	89.81	357.74	9,605.8	6,178.1	733.5	6,212.4	0.00	0.00	0.00
16,100.0	89.81	357.74	9,606.2	6,278.0	729.6	6,311.9	0.00	0.00	0.00
16,200.0	89.81	357.74	9,606.5	6,377.9	725.7	6,411.3	0.00	0.00	0.00
16,300.0	89.81	357.74	9,606.8	6,477.8	721.7	6,510.8	0.00	0.00	0.00
16,400.0	89.81	357.74	9,607.1	6,577.8	717.8	6,610.2	0.00	0.00	0.00
16,500.0	89.81	357.74	9,607.5	6,677.7	713.9	6,709.7	0.00	0.00	0.00
16,600.0	89.81	357.74	9,607.8	6,777.6	709.9	6,809.2	0.00	0.00	0.00
16,700.0	89.81	357.74	9,608.1	6,877.5	706.0	6,908.6	0.00	0.00	0.00
16,800.0	89.81	357.74	9,608.4	6,977.4	702.0	7,008.1	0.00	0.00	0.00
16,877.4	89.81	357.74	9,608.7	7,054.8	699.0	7,085.1	0.00	0.00	0.00
Start DLS 2.00 TFO 90.14									
16,900.0	89.81	358.20	9,608.8	7,077.4	698.2	7,107.6	2.00	0.00	2.00
17,000.0	89.81	0.20	9,609.1	7,177.4	696.8	7,207.3	2.00	0.00	2.00

Concho Resources LLC

Survey Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Well:	KEG SHELL FED COM 704H	North Reference:	Grid
Wellbore:	OWB	Survey Calculation Method:	Minimum Curvature
Design:	PWP1	Database:	edm

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
17,038.8	89.81	0.97	9,609.2	7,216.2	697.2	7,246.0	2.00	0.00	2.00
Start 4938.7 hold at 17038.8 MD									
17,100.0	89.81	0.97	9,609.4	7,277.3	698.2	7,307.1	0.00	0.00	0.00
17,200.0	89.81	0.97	9,609.8	7,377.3	699.9	7,407.0	0.00	0.00	0.00
17,300.0	89.81	0.97	9,610.1	7,477.3	701.6	7,506.9	0.00	0.00	0.00
17,400.0	89.81	0.97	9,610.5	7,577.3	703.3	7,606.8	0.00	0.00	0.00
17,500.0	89.81	0.97	9,610.8	7,677.3	705.0	7,706.7	0.00	0.00	0.00
17,600.0	89.81	0.97	9,611.1	7,777.3	706.7	7,806.6	0.00	0.00	0.00
17,700.0	89.81	0.97	9,611.5	7,877.3	708.4	7,906.5	0.00	0.00	0.00
17,800.0	89.81	0.97	9,611.8	7,977.2	710.1	8,006.4	0.00	0.00	0.00
17,900.0	89.81	0.97	9,612.2	8,077.2	711.8	8,106.2	0.00	0.00	0.00
18,000.0	89.81	0.97	9,612.5	8,177.2	713.5	8,206.1	0.00	0.00	0.00
18,100.0	89.81	0.97	9,612.8	8,277.2	715.2	8,306.0	0.00	0.00	0.00
18,200.0	89.81	0.97	9,613.2	8,377.2	716.9	8,405.9	0.00	0.00	0.00
18,300.0	89.81	0.97	9,613.5	8,477.2	718.6	8,505.8	0.00	0.00	0.00
18,400.0	89.81	0.97	9,613.9	8,577.1	720.3	8,605.7	0.00	0.00	0.00
18,500.0	89.81	0.97	9,614.2	8,677.1	722.0	8,705.6	0.00	0.00	0.00
18,600.0	89.81	0.97	9,614.5	8,777.1	723.7	8,805.5	0.00	0.00	0.00
18,700.0	89.81	0.97	9,614.9	8,877.1	725.4	8,905.3	0.00	0.00	0.00
18,800.0	89.81	0.97	9,615.2	8,977.1	727.1	9,005.2	0.00	0.00	0.00
18,900.0	89.81	0.97	9,615.6	9,077.1	728.8	9,105.1	0.00	0.00	0.00
19,000.0	89.81	0.97	9,615.9	9,177.1	730.5	9,205.0	0.00	0.00	0.00
19,100.0	89.81	0.97	9,616.2	9,277.0	732.2	9,304.9	0.00	0.00	0.00
19,200.0	89.81	0.97	9,616.6	9,377.0	733.9	9,404.8	0.00	0.00	0.00
19,300.0	89.81	0.97	9,616.9	9,477.0	735.6	9,504.7	0.00	0.00	0.00
19,400.0	89.81	0.97	9,617.3	9,577.0	737.3	9,604.6	0.00	0.00	0.00
19,500.0	89.81	0.97	9,617.6	9,677.0	739.0	9,704.5	0.00	0.00	0.00
19,600.0	89.81	0.97	9,617.9	9,777.0	740.7	9,804.3	0.00	0.00	0.00
19,700.0	89.81	0.97	9,618.3	9,877.0	742.4	9,904.2	0.00	0.00	0.00
19,800.0	89.81	0.97	9,618.6	9,976.9	744.0	10,004.1	0.00	0.00	0.00
19,900.0	89.81	0.97	9,618.9	10,076.9	745.7	10,104.0	0.00	0.00	0.00
20,000.0	89.81	0.97	9,619.3	10,176.9	747.4	10,203.9	0.00	0.00	0.00
20,100.0	89.81	0.97	9,619.6	10,276.9	749.1	10,303.8	0.00	0.00	0.00
20,200.0	89.81	0.97	9,620.0	10,376.9	750.8	10,403.7	0.00	0.00	0.00
20,300.0	89.81	0.97	9,620.3	10,476.9	752.5	10,503.6	0.00	0.00	0.00
20,400.0	89.81	0.97	9,620.6	10,576.8	754.2	10,603.4	0.00	0.00	0.00
20,500.0	89.81	0.97	9,621.0	10,676.8	755.9	10,703.3	0.00	0.00	0.00
20,600.0	89.81	0.97	9,621.3	10,776.8	757.6	10,803.2	0.00	0.00	0.00
20,700.0	89.81	0.97	9,621.7	10,876.8	759.3	10,903.1	0.00	0.00	0.00
20,800.0	89.81	0.97	9,622.0	10,976.8	761.0	11,003.0	0.00	0.00	0.00
20,900.0	89.81	0.97	9,622.3	11,076.8	762.7	11,102.9	0.00	0.00	0.00
21,000.0	89.81	0.97	9,622.7	11,176.8	764.4	11,202.8	0.00	0.00	0.00
21,100.0	89.81	0.97	9,623.0	11,276.7	766.1	11,302.7	0.00	0.00	0.00
21,200.0	89.81	0.97	9,623.4	11,376.7	767.8	11,402.6	0.00	0.00	0.00

Concho Resources LLC

Survey Report

Company:	DELAWARE BASIN WEST	Local Co-ordinate Reference:	Well KEG SHELL FED COM 704H
Project:	ATLAS PROSPECT (NM-E)	TVD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Site:	KEG SHELL FED COM PROJECT	MD Reference:	KB=27' @ 3055.5usft (MCVAY 8)
Well:	KEG SHELL FED COM 704H	North Reference:	Grid
Wellbore:	OWB	Survey Calculation Method:	Minimum Curvature
Design:	PWP1	Database:	edm

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
21,300.0	89.81	0.97	9,623.7	11,476.7	769.5	11,502.4	0.00	0.00	0.00
21,400.0	89.81	0.97	9,624.0	11,576.7	771.2	11,602.3	0.00	0.00	0.00
21,500.0	89.81	0.97	9,624.4	11,676.7	772.9	11,702.2	0.00	0.00	0.00
21,600.0	89.81	0.97	9,624.7	11,776.7	774.6	11,802.1	0.00	0.00	0.00
21,700.0	89.81	0.97	9,625.1	11,876.7	776.3	11,902.0	0.00	0.00	0.00
21,800.0	89.81	0.97	9,625.4	11,976.6	778.0	12,001.9	0.00	0.00	0.00
21,900.0	89.81	0.97	9,625.7	12,076.6	779.7	12,101.8	0.00	0.00	0.00
21,977.5	89.81	0.97	9,626.0	12,154.1	781.0	12,179.2	0.00	0.00	0.00
TD at 21977.5									

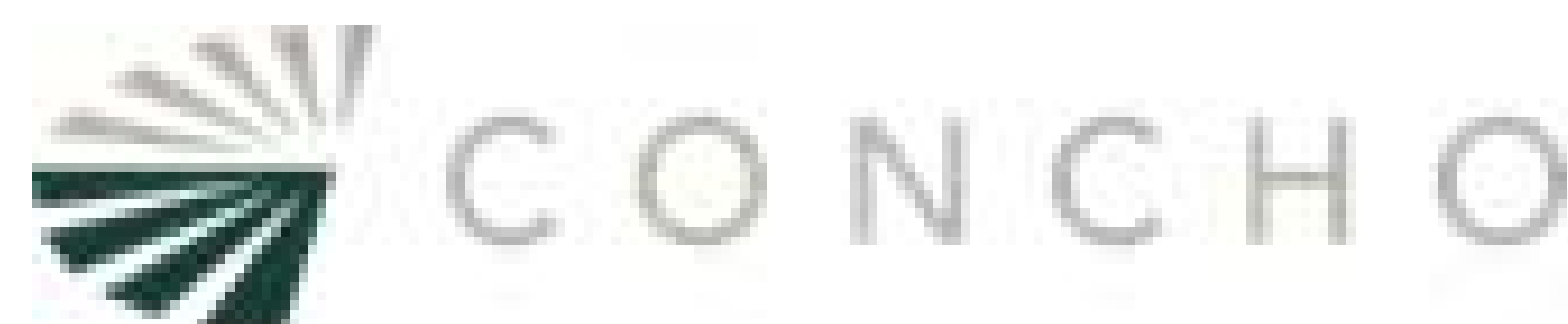
Design Targets

Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
FTP (KEG SHELL FE - plan misses target center by 218.0usft at 9748.7usft MD (9550.9 TVD, -41.9 N, 712.2 E) - Circle (radius 50.0)	0.00	0.00	9,586.0	-126.0	910.3	364,128.60	585,081.70	32° 0' 2.902 N	104° 3' 31.931 W
POI 1 (KEG SHELL F - plan hits target center - Rectangle (sides W100.0 H1,884.0 D20.0)	-0.19	179.86	9,591.4	1,755.1	905.8	366,009.70	585,077.20	32° 0' 21.519 N	104° 3' 31.927 W
POI 2 (KEG SHELL F - plan hits target center - Rectangle (sides W100.0 H5,302.0 D20.0)	-0.19	177.54	9,608.7	7,054.8	699.0	371,309.40	584,870.40	32° 1' 13.973 N	104° 3' 34.173 W
PBHL (KEG SHELL F - plan hits target center - Rectangle (sides W100.0 H5,117.0 D20.0)	-0.19	180.97	9,626.0	12,154.1	781.0	376,408.70	584,952.40	32° 2' 4.437 N	104° 3' 33.070 W
LTP (KEG SHELL FEI - plan misses target center by 0.5usft at 21847.4usft MD (9625.6 TVD, 12024.0 N, 778.8 E) - Point	0.00	0.00	9,626.0	12,024.0	778.9	376,278.60	584,950.30	32° 2' 3.149 N	104° 3' 33.099 W

Plan Annotations

Measured Depth (usft)	Vertical Depth (usft)	Local Coordinates +N/-S (usft)	+E/-W (usft)	Comment
2500	2500	0	0	Start Build 2.00
2800	2799	-9	13	Start 6232.7 hold at 2800.0 MD
9033	8998	-383	547	Start DLS 10.00 TFO -107.40
9949	9586	144	775	Start DLS 2.00 TFO -90.03
10,832	9589	1014	908	Start 741.2 hold at 10832.5 MD
11,574	9591	1755	906	Start DLS 2.00 TFO -89.94
11,679	9592	1861	904	Start 5198.0 hold at 11679.4 MD
16,877	9609	7055	699	Start DLS 2.00 TFO 90.14
17,039	9609	7216	697	Start 4938.7 hold at 17038.8 MD
21,977	9626	12,154	781	TD at 21977.5

Checked By: _____ Approved By: _____ Date: _____



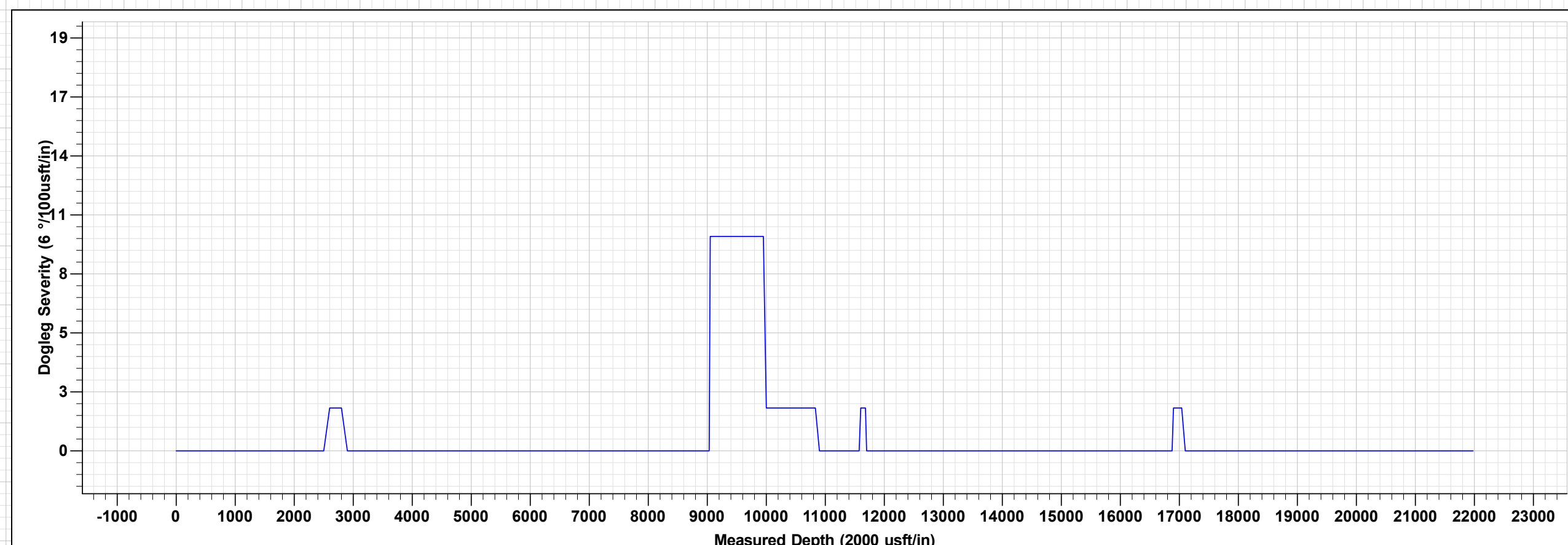
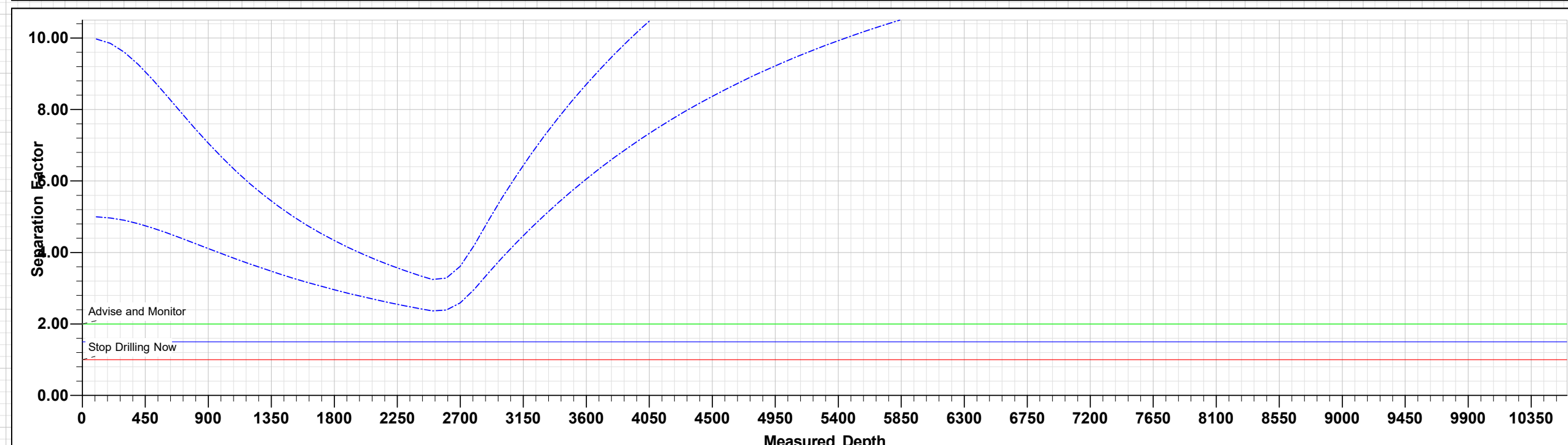
Project: ATLAS PROSPECT (NM-E)
Site: KEG SHELL FED COM PROJECT
Well: KEG SHELL FED COM 704H
Wellbore: OWB
Design: PWP1
GL: 3029.5
KB=27' @ 3055.5usft (MCVAY 8)

WELL DETAILS: KEG SHELL FED COM 704H

+N/-S	+E/-W	Northing	Easting	Latitude	Longitude
0.0	0.0	364254.60	584171.40	32° 0' 4.172 N	104° 3' 42.498 W

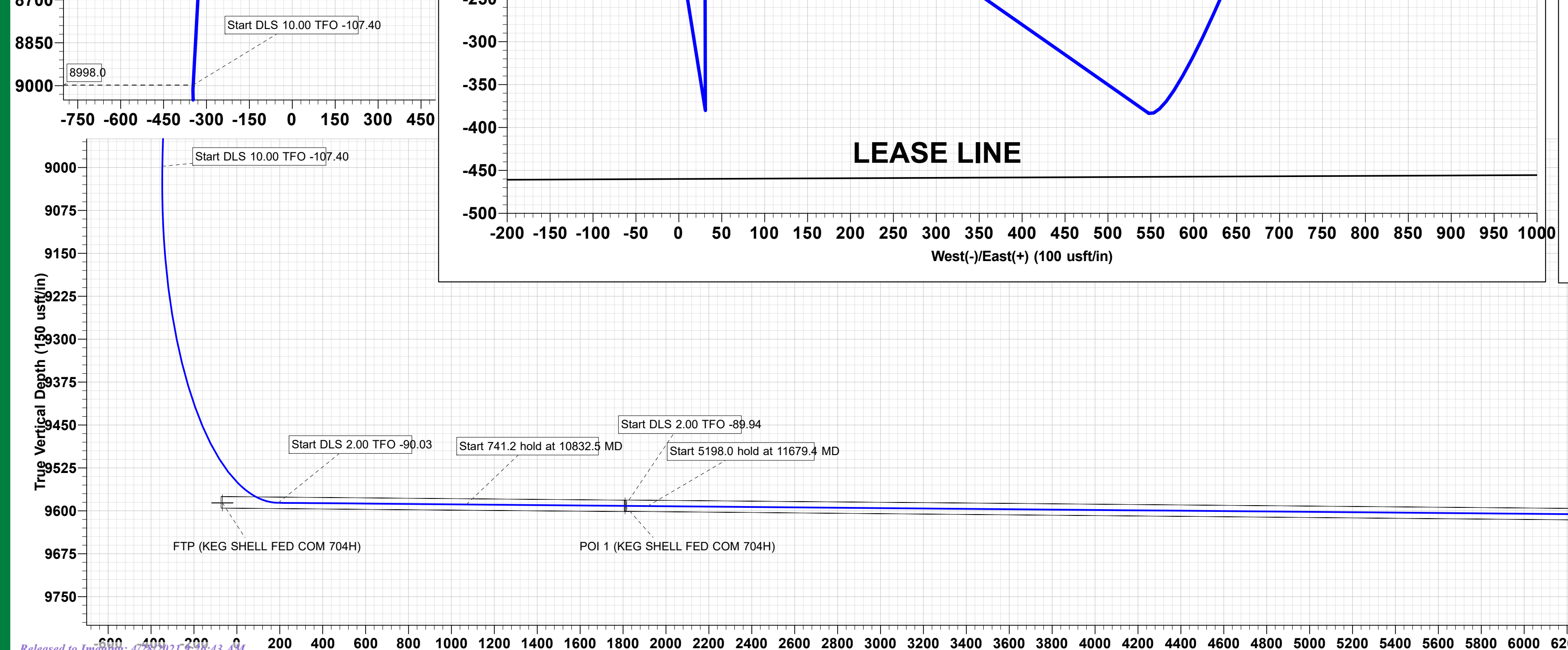
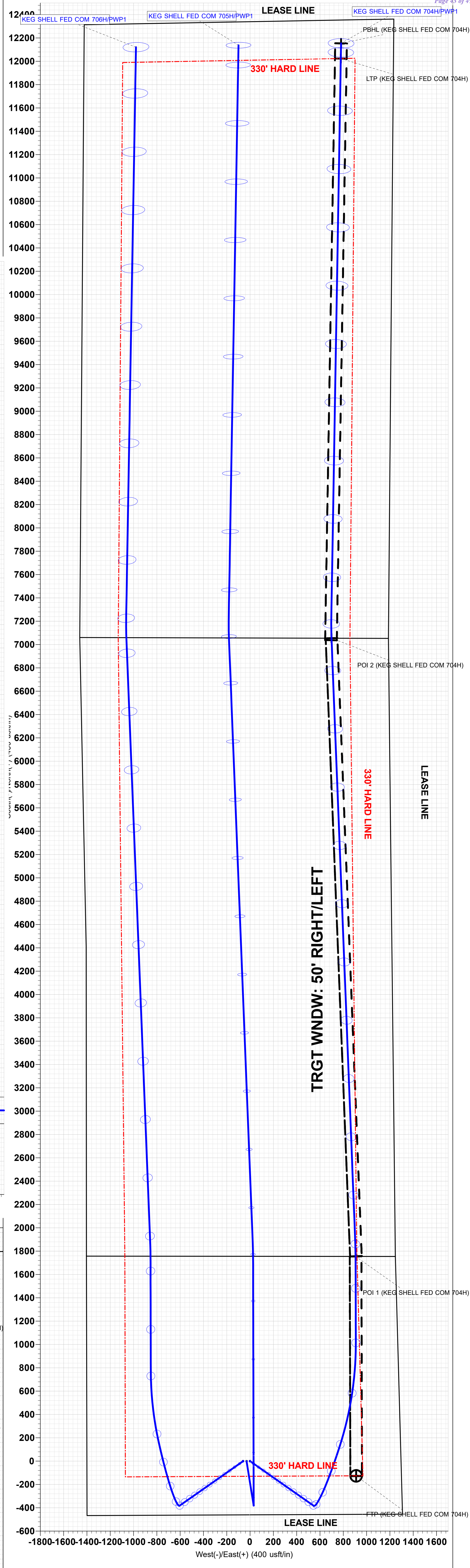
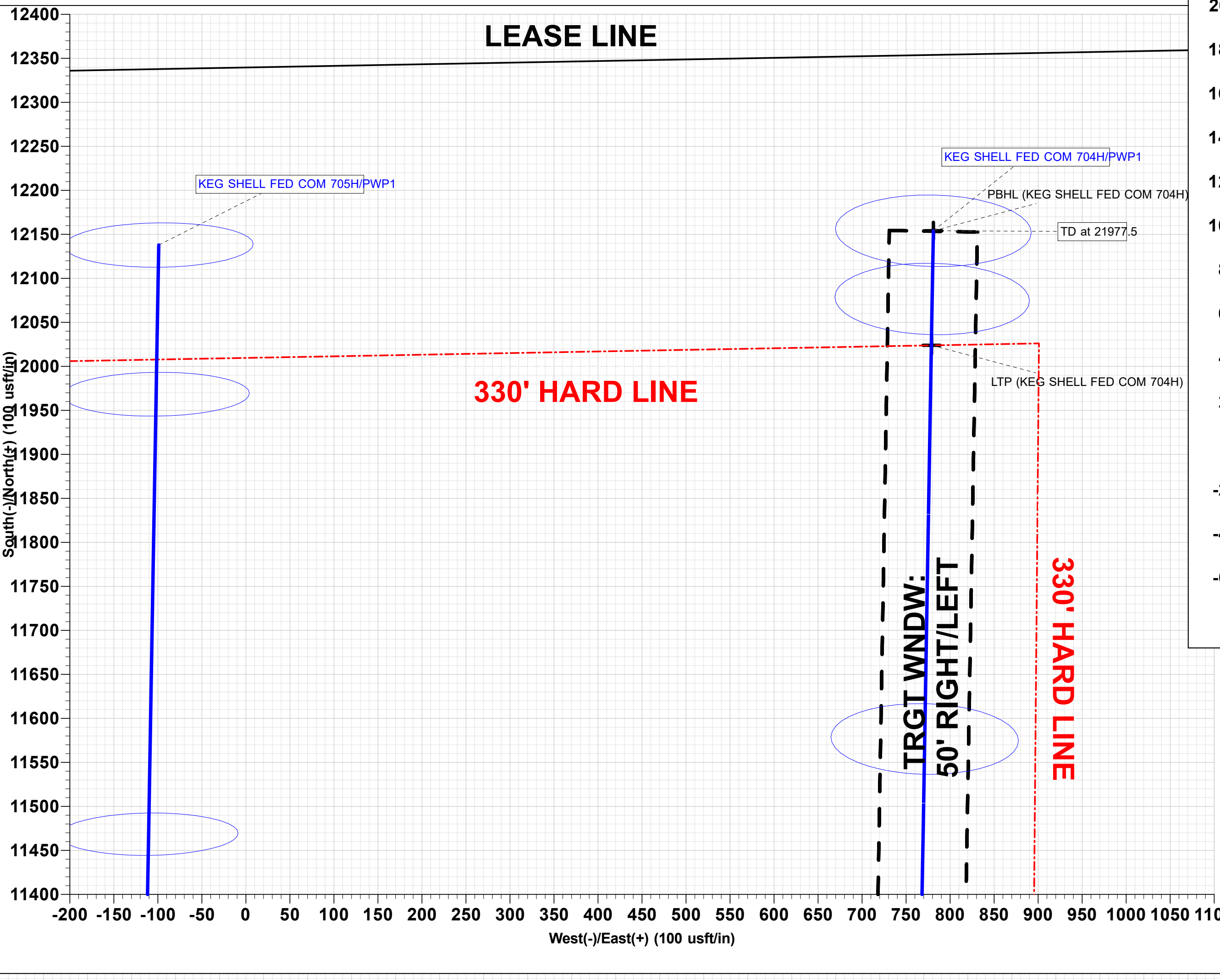
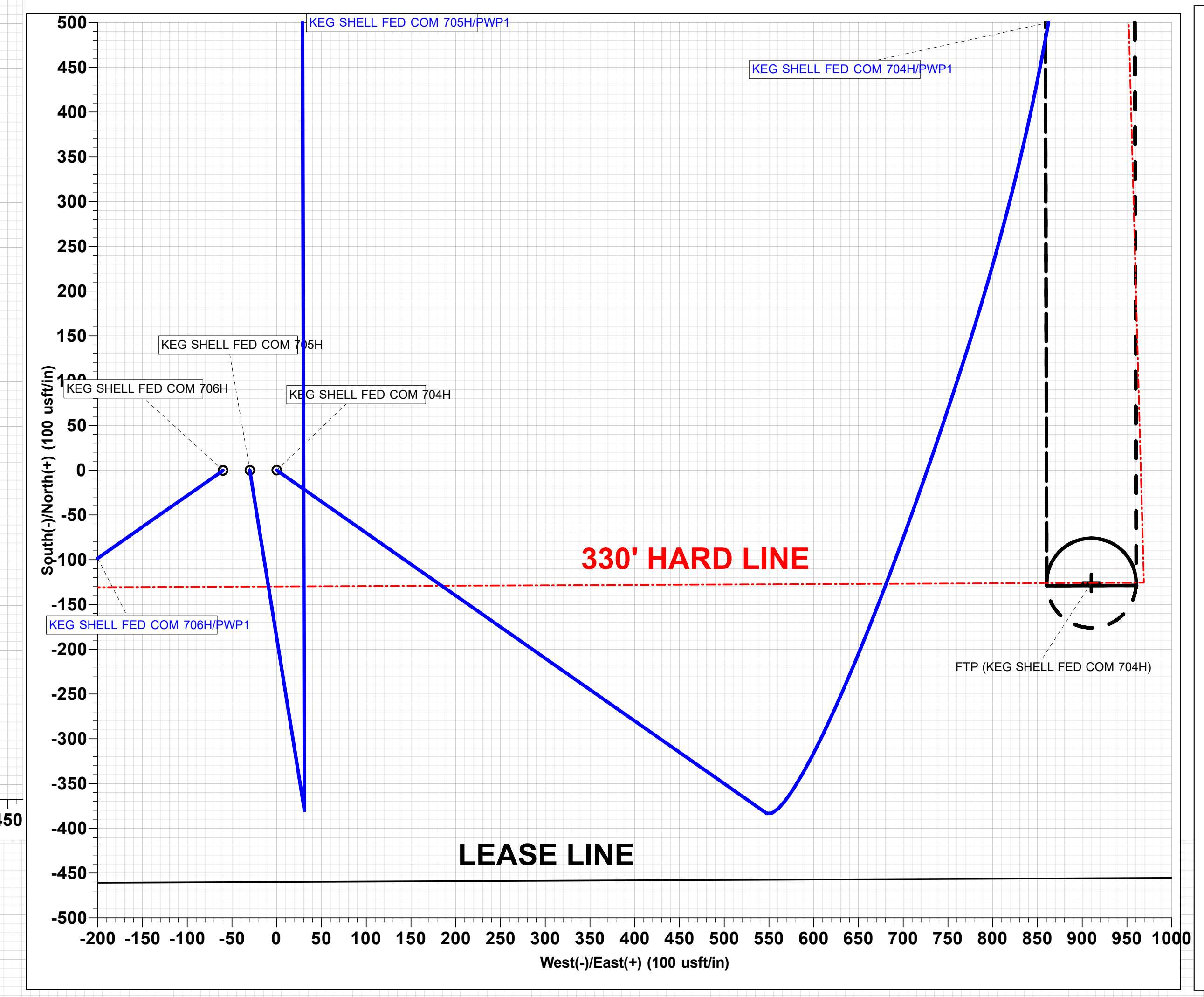
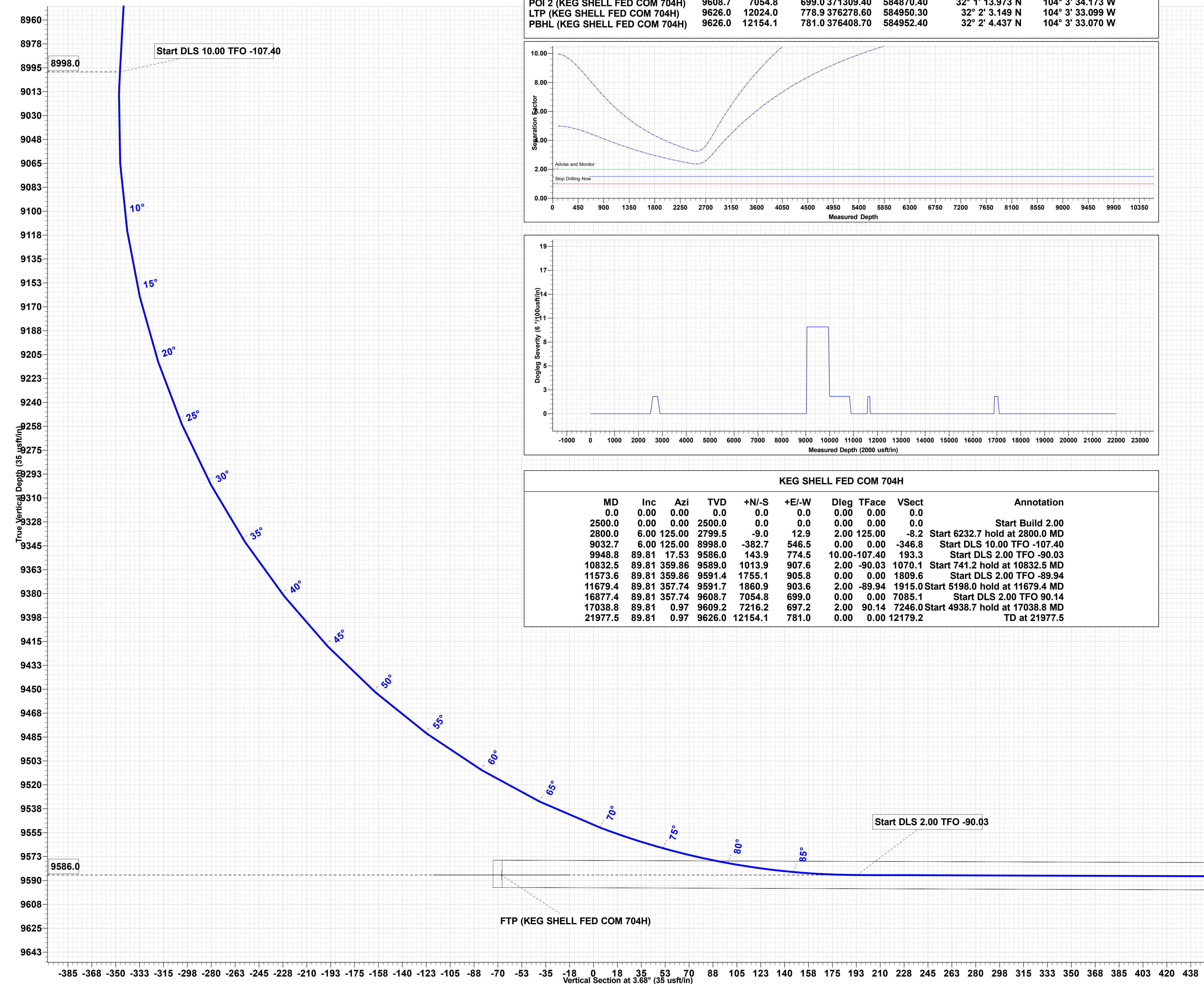
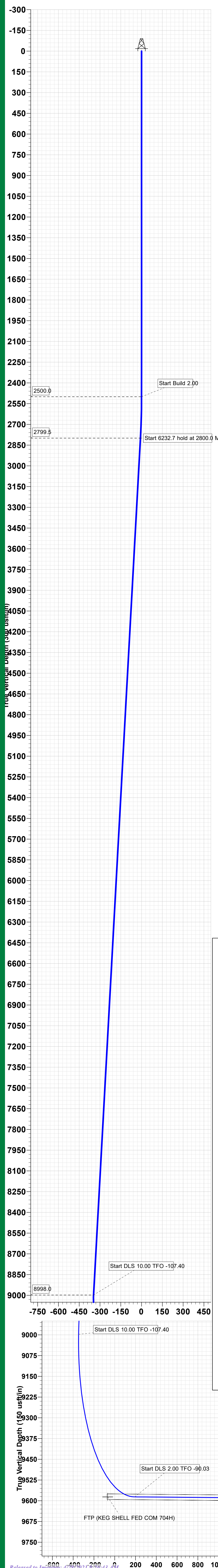
DESIGN TARGET DETAILS

Name	TVD	+N/-S	+E/-W	North	Easting	Latitude	Longitude
FTP (KEG SHELL FED COM 704H)	9586.0	-126.0	910.3	364128.60	585081.70	32° 0' 2.902 N	104° 3' 31.931 W
POI 1 (KEG SHELL FED COM 704H)	9591.4	1755.1	905.8	366009.70	585077.20	32° 0' 21.519 N	104° 3' 31.927 W
POI 2 (KEG SHELL FED COM 704H)	9608.7	7054.8	699.0	371309.40	584870.40	32° 1' 13.973 N	104° 3' 34.173 W
LTP (KEG SHELL FED COM 704H)	9626.0	12024.0	778.9	376278.60	584950.30	32° 2' 3.149 N	104° 3' 33.099 W
PBHL (KEG SHELL FED COM 704H)	9626.0	12154.1	781.0	376408.70	584952.40	32° 2' 4.437 N	104° 3' 33.070 W

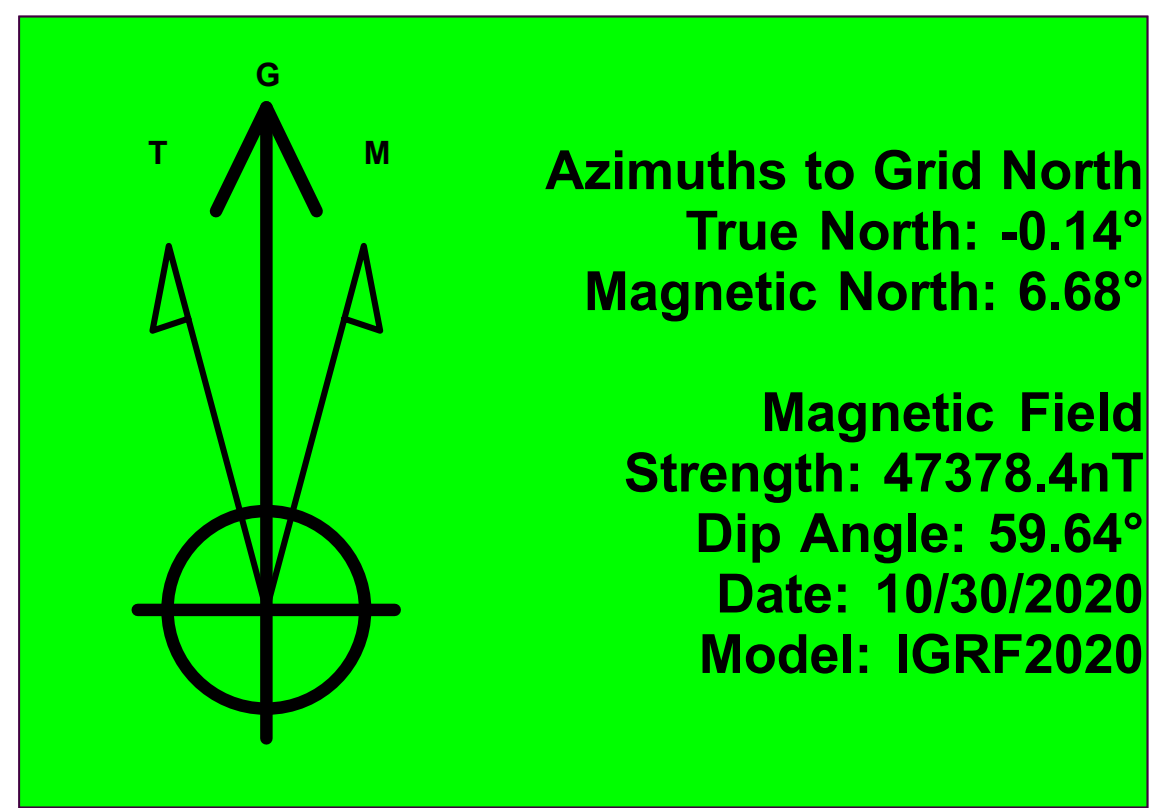


KEG SHELL FED COM 704H

MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	TFace	VFace	Annotation
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.0	
2500.0	0.00	0.00	2500.0	0.0	0.0	0.00	0.00	0.0	Start Build 2.00
2800.0	6.00	125.00	2799.5	-9.0	12.9	2.00	125.00	-8.2	Start 6232.7 hold at 2800.0 MD
9032.7	6.00	125.00	8998.0	-382.7	546.5	0.00	0.00	-346.8	Start DLS 10.00 TFO -107.40
9948.8	89.81	17.53	9586.0	143.9	774.5	10.00	-107.40	193.3	Start DLS 2.00 TFO -90.03
10832.5	89.81	359.86	9589.0	1013.9	907.6	2.00	-90.03	1070.1	Start 741.2 hold at 10832.5 MD
11573.6	89.81	359.86	9591.4	1755.1	905.8	0.00	0.00	1809.6	Start DLS 2.00 TFO -89.94
11679.4	89.81	357.74	9591.7	1860.9	903.6	2.00	-89.94	1915.0	Start 5198.0 hold at 11679.4 MD
16877.4	89.81	357.74	9608.7	7054.8	699.0	0.00	0.00	7085.1	Start DLS 2.00 TFO 90.14
17038.8	89.81	0.97	9609.2	7216.2	697.2	2.00	90.14	7246.0	Start 4938.7 hold at 17038.8 MD
21977.5	89.81	0.97	9626.0	12154.1	781.0	0.00	0.00	12179.2	TD at 21977.5



TRGT WNDW: 10' ABOVE/BELOW



District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit Original
to Appropriate
District Office

GAS CAPTURE PLAN

Date: 11/11/2020

☒ Original Operator & OGRID No.: COG Operating LLC, (217955)
☐ Amended - Reason for Amendment: _____

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomple to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility – Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Keg Shell Federal Com 701H	30-015-	4-35-26S-28E	360' FSL & 1314' FEL	±5700	None Planned	APD Submission Plan Subject to change
Keg Shell Federal Com 702H	30-015-	3-35-26S-28E	360' FSL & 1344' FEL	±5700	None Planned	APD Submission Plan Subject to change
Keg Shell Federal Com 703H	30-015-	3-35-26S-28E	360' FSL & 1374' FEL	±5700	None Planned	APD Submission Plan Subject to change
Keg Shell Federal Com 704H	30-015-	2-35-26S-28E	460' FSL & 1400' FWL	±5700	None Planned	APD Submission Plan Subject to change
Keg Shell Federal Com 705H	30-015-	2-35-26S-28E	460' FSL & 1370' FWL	±5700	None Planned	APD Submission Plan Subject to change
Keg Shell Federal Com 706H	30-015-	1-35-26S-28E	460' FSL & 1340' FWL	±5700	None Planned	APD Submission Plan Subject to change

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to ETC Field Services LLC and will be connected to Jal low pressure gathering system located in Lea County, New Mexico. COG Operating LLC provides (periodically) to ETC Field Services LLC a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, COG Operating LLC and ETC Field Services LLC have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at ETC Field Services LLC Processing Plant located in Sec. 3-T26S-R32E, Lea County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on Gas Transporter system at that time. Based on current information, it is Operator's belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation – On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas – On lease
 - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines

- NGL Removal – On lease
 - Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

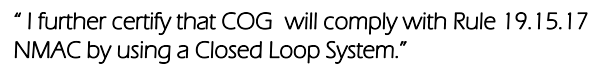


Exhibit 1

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

COMMENTS

Action 25339

COMMENTS

Operator:			OGRID:	Action Number:	Action Type:
COG OPERATING LLC 600 W Illinois Ave Midland, TX79701			229137	25339	FORM 3160-3
Created By	Comment	Comment Date			
kpickford	KP GEO Review 4/26/2021	04/26/2021			

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

CONDITIONS

Action 25339

CONDITIONS OF APPROVAL

Operator:	COG OPERATING LLC	600 W Illinois Ave	Midland, TX79701	OGRID:	229137	Action Number:	25339	Action Type:	FORM 3160-3
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OCD Reviewer	Condition
kpickford	Notify OCD 24 hours prior to casing & cement
kpickford	Will require a File As Drilled C-102 and a Directional Survey with the C-104
kpickford	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
kpickford	Cement is required to circulate on both surface and intermediate1 strings of casing
kpickford	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system