Form 3160-3 (June 2015)				OMB N	APPROVE No. 1004-01	37
UNITED STATES	S			Expires: J	anuary 31, 2	2018
DEPARTMENT OF THE I	5. Lease Serial No.					
BUREAU OF LAND MANA				NMLC063228	T 1 N	
APPLICATION FOR PERMIT TO D	RILL OR	REENTER		6. If Indian, Alloted	e or Tribe N	ame
1a. Type of work: PIDRILL	EENTER			7. If Unit or CA Ag	greement, N	ame and No.
1b. Type of Well: Oil Well Gas Well O	ther			8. Lease Name and	Well No	
1c. Type of Completion: Hydraulic Fracturing Si	ingle Zone	Multiple Zone		QUESO FEDERA		
	_				[332868	3]
				603H		
2. Name of Operator COG PRODUCTION LLC [217955]				9. API Well No.	30-0	25-50150
3a. Address 2208 West Main Street, Artesia, NM 88210	3b. Phone N (575) 748-6	o. (include area cod 940	e)	10. Field and Pool, WILDCAT/WOLF	-	98177]
4. Location of Well (Report location clearly and in accordance v				11. Sec., T. R. M. o		Survey or Area
At surface SWSE / 1015 FSL / 1335 FEL / LAT 32.256				SEC 36/T23S/R32	2E/NMP	
At proposed prod. zone NWNE / 50 FNL / 1650 FEL / LA	T 32.282858	3 / LONG -103.625	113			
 Distance in miles and direction from nearest town or post offi miles 	ice*			12. County or Paris LEA	I	13. State
15. Distance from proposed* location to nearest 50 feet	16. No of ac	res in lease	17. Spaci	ng Unit dedicated to	this well	
property or lease line, ft. (Also to nearest drig. unit line, if any)			640.0	•		
18. Distance from proposed location* to nearest well, drilling, completed, applied for on this lease ft	19. Propose	d Depth	20. BLM	BIA Bond No. in file	e	
applied for, on this lease, ft.	12330 feet	/ 22170 feet	FED: NN	/IB000215		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3649 feet	22. Approxi 05/01/2022	mate date work will	start*	23. Estimated dura 30 days	tion	
	24. Attac	hments				
The following, completed in accordance with the requirements of	f Onshore Oil	and Gas Order No. 1	, and the H	Hydraulic Fracturing	rule per 43	CFR 3162.3-3
(as applicable)		>			•	
Well plat certified by a registered surveyor. A Drilling Plan.		4. Bond to cover the Item 20 above).	e operation	ns unless covered by a	nn existing b	ond on file (see
3. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office		5. Operator certific		rmation and/or plans a	s may be rec	quested by the
		BLM.			Tp :	
25. Signature (Electronic Submission)		(Printed/Typed) E REYES / Ph: (5	75) 748-6	940	Date 07/29/20	21
Title						
Regulatory Analyst						
Approved by (Signature) (Electronic Submission)	I	(Printed/Typed)	224 5250		Date 04/08/20	.00
Title	Office	Layton / Ph: (575)	234-3939	<u>'</u>	04/00/20	
Assistant Field Manager Lands & Minerals	-	ad Field Office				
Application approval does not warrant or certify that the applicar applicant to conduct operations thereon.	nt holds legal	or equitable title to the	nose rights	in the subject lease v	which would	l entitle the
Conditions of approval, if any, are attached.						
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, n of the United States any false, fictitious or fraudulent statements					any departr	ment or agency
NGMP Rec 05/03/2022				V		
					k7	

SL

(Continued on page 2)

APPROVED WITH CONDITIONS Released to Imaging: 5/16/2022 10:52:01 AM Approval Date: 04/08/2022

05/16/2022

*(Instructions on page 2)

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 66240 Phone: (676) 393-6161 Fax: (576) 393-0720 DISTRICT II 811 S. FIRST ST., ARTESIA, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

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

DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (505) 334-8178 Fax: (505) 334-8170 DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FE, NM 87505 Phone: (505) 478-3460 Fax: (505) 478-3482

☐ AMENDED REPORT

WEIT	LOCATION	AND	ACDEACE	DEDICATION	DIAT	
11 CLL	LUCATION	AND	ACKEAGE	DEDICATION	PLAI	

API Number	Pool Code	Pool Name				
30-025-50150	98177	WC-025 G-09 S223332A;UPR WOLFCAMP				
Property Code	Prop	erty Name	Well Number			
332868	QUESO FI	QUESO FEDERAL COM				
OGRID No.		Operator Name				
217955	COG PROD	OUCTION, LLC	3649.4'			

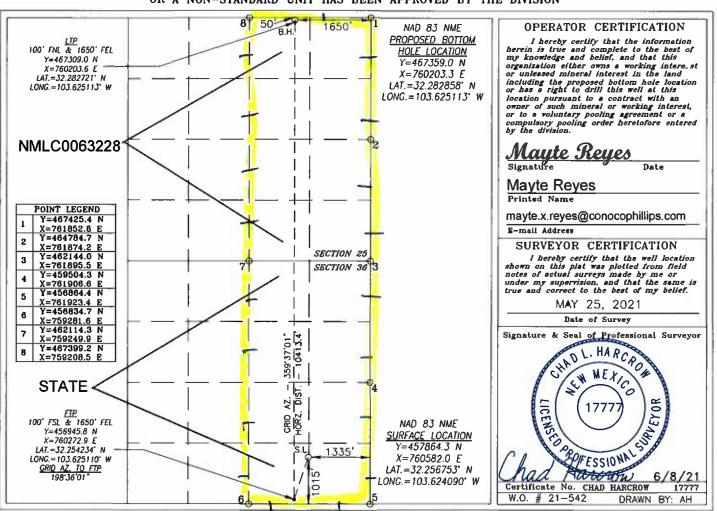
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	36	23 - S	32-E		1015	SOUTH	1335	EAST	LEA
Rottom Hole Location of Different From Surface 2								2/21/202	

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
В	25	23-S	32-E		50	NORTH	1650	EAST	LEA
Dedicated Acres Joint or Infill Consolidation Code			Code Ore	der No.			*		
640									

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



I. Operator: COG Production LLC OGRID: 217955

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

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

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

Section 1 – Plan Description Effective May 25, 2021

II. Type: \square Original \square Amendment due to \square 19.15.27.9.D(6)(a) NMAC \square 19.15.27.9.D(6)(b) NMAC \square Other.

Date: 07 / 27 / 21

If Other, please describe	»:						
III. Well(s): Provide the be recompleted from a s					wells pro	oposed to be dr	rilled or proposed to
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D		cipated MCF/D I	Anticipated Produced Water BBL/D
Queso Federal Com 603H	30-025-	P-36-23S-32E	1015 FSL & 1335 FEL	± 2000	± 6	0000	± 6500
30	-025-5015						
IV. Central Delivery Point Name: [See 19.15.27.9(D)(1) NMAC] V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.							
Well Name	API	Spud Date	TD Reached Date	Completion Commencement		Initial Flow Back Date	First Production Date
Queso Federal Com 603H	Pending	TBD	± 25 days from spud	TBD		TBD	TBD
30-	-025-50150						
VI. Separation Equipment: Attach a complete description of how Operator will size separation equipment to optimize gas capture. VII. Operational Practices: Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC. VIII. Best Management Practices: Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.							

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

🛛 Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

IX. Anticipated Natural Gas Production:

Well		API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF
X. Natural Gas Gat	thering System (N	GGS):		
Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

XI. Map. \square Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the
production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of
the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Line Capacity. The natural gas gathering system [\square will \square will not have	capacity to gather 100	0% of the anticipated r	ıatural gas
production volume from the well prior to the date of first	st production.			

XIII. Line Pressure. Operator \square does \square does not anticipate that its existing well(s) connected to the same segment, or portion, of	the
natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new well(s).

		· •	1 .		1	•	1		1.
1 1	Affach (Inerator's	nlan to	manage	nroduction	in resnonse	to the	increased	line pressure

XIV.	onfidentiality: \square Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in
Section	2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information
for wh	h confidentiality is asserted and the basis for such assertion.

Section 3 - Certifications Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

🗵 Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or ☐ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. If Operator checks this box, Operator will select one of the following: Well Shut-In.

Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or Venting and Flaring Plan.

Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including: power generation on lease; (a) power generation for grid; **(b)** compression on lease; (c) (d) liquids removal on lease: reinjection for underground storage; (e) reinjection for temporary storage; **(f)** reinjection for enhanced oil recovery; (g) fuel cell production; and (h)

Section 4 - Notices

1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:

other alternative beneficial uses approved by the division.

- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

(i)

VI. Separation Equipment

How Operator will size separation equipment to optimize gas capture:

All ConocoPhillips production facility equipment will be sized per industry standards (API 12J) with adequate retention time to effectively separate all phases of production. Each project will take into consideration the number of wells and type curves for each formation pool to ensure adequate facility capacity. Design considerations will also include review of all piping, tanks, VRU's and associated equipment to ensure optimized gas capture minimized risk of release.

VII. Operational Practices

Actions Operator will take to comply with the requirements below:

B. Drilling Operations

- During drilling, flare stacks will be located a minimum of 100 feet from the nearest surface hole location. All gas is captured or combusted. If an emergency or malfunction occurs, gas will be flared or vented for public health, safety, and the environment and be properly reported to the NMOCD pursuant to 19.15.27.8.G.
- Measure or estimate the volume of natural gas that is vented, flared or beneficially used during drilling, completion and production operations, regardless of the reason or authorization for such venting or flaring.

C. Completion Operations

- During completion operations, operator does not produce oil or gas but maintains adequate well control through completion operations.
- Individual well test separators will be set to properly separate gas and liquids. A
 temporary test separator will be utilized initially to process volumes. In addition,
 separators will be tied into flowback tanks which will be tied into the gas processing
 equipment for sales down a pipeline.

D. Venting and flaring during production operations

- During each phase of well life (drilling, completion and production) of a ConocoPhillips well, COP personnel will follow all necessary procedures to ensure both the operation and the equipment are within the NMAC 19.15.27.8 Subsection D guidelines.
- During well operations that require unloading of the well to atmospheric pressure, all reasonable actions will be taken to minimize vented gas
- Through the life of the well all flaring shall be measured, and venting events quantified using the data available and industry best practice.

E. Performance standards for separation, storage tank and flare equipment

 All storage tanks and separation equipment are designed minimize risk of liquid or vapor release and optimize gas capture. This includes automation for automatic gauging and pressure monitoring.

- All flare stacks are equipped with auto ignition devices and/or continuous pilots and are designed to operate at maximum combustion efficiency pursuant NMAC 19.15.27.8
 Subsection E. Flares will follow COP spacing guidelines to ensure they are a safe distance from combustibles and operations equipment.
- COP personnel will conduct routine AVO inspections on a regular basis per NMAC 19.15.27.8 Subsection E guidelines.
- F. Measurement of vented and flared natural gas.
 - Measurement equipment will be installed to quantify gas flared during drilling, completion and production of the well.
 - All measurement devices installed will meet accuracy ratings per AGA and API standards.
 - Measurement devices will be installed without manifolds that allow diversion of gas around the metering element, except for the sole purpose of inspection of servicing the measurement device.

VIII. Best Management Practices

- Operator will curtail or shut in production, within reasonable limits, during upset conditions to minimize venting and flaring.
- When feasible, Operator will use equipment to capture gas that would otherwise be vented or flared.
- During completions and production operations Operator will minimize blowdowns to atmosphere
- When feasible, Operator will use electric or air actuated equipment to reduce bleed emissions

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature: Mayte Reyes
Printed Name: Mayte Reyes
Title: Sr. Regulatory Coodinator
E-mail Address: mayte.x.reyes@conocophillips.com
Date: 7/27/2021
Phone: 575-748-6945
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:



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

APD Print Report

APD ID: 10400078256

Operator Name: COG PRODUCTION LLC

Well Name: QUESO FEDERAL COM

Well Type: OIL WELL

Submission Date: 07/29/2021

Federal/Indian APD: FED

Well Number: 603H

Well Work Type: Drill

Highlighted data reflects the most recent changes

Show Final Text

Application

Section 1 - General

APD ID: 10400078256 Tie to previous NOS? N Submission Date: 07/29/2021

BLM Office: Carlsbad

User: MAYTE REYES

Title: Regulatory Analyst

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMLC063228 **Lease Acres:**

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? Y

Permitting Agent? NO

APD Operator: COG PRODUCTION LLC

Operator letter of designation:

Operator Info

Operator Organization Name: COG PRODUCTION LLC

Operator Address: 2208 W MAIN STREET

Zip: 88210

Operator PO Box:

Operator City: ARTESIA

State: NM

Operator Phone: (575)748-6940

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO

Master Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Approval Date: 04/08/2022 Page 1 of 23

Well Name: QUESO FEDERAL COM Well Number: 603H

Well in Master Drilling Plan? NO Master Drilling Plan name:

Well Name: QUESO FEDERAL COM Well Number: 603H Well API Number:

Field/Pool or Exploratory? Field and Pool Field Name: WILDCAT Pool Name: WOLFCAMP

Is the proposed well in an area containing other mineral resources? NATURAL GAS,OIL

Is the proposed well in a Helium production area? N Use Existing Well Pad? N New surface disturbance?

Type of Well Pad: MULTIPLE WELL Multiple Well Pad Name: Number: 601H, 602H, 603H

Well Class: HORIZONTAL QUESO FEDERAL COM and 604H Number of Legs: 1

Well Work Type: Drill
Well Type: OIL WELL
Describe Well Type:

Well sub-Type: EXPLORATORY (WILDCAT)

Describe sub-type:

Distance to town: 28 Miles Distance to nearest well: 30 FT Distance to lease line: 50 FT

Reservoir well spacing assigned acres Measurement: 640 Acres

Well plat: COG_Queso_603H_C102_20210728070733.pdf

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83 Vertical Datum: NAVD88

Survey number: Reference Datum: GROUND LEVEL

																			eg
Wellbore	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD	Will this well produce from this lease?
SHL	101	FSL	133	FEL	23S	32E	36	Aliquot	32.25675		LEA	NEW	—	S	STATE	364	0	0	Υ
Leg	5		5					SWSE	3	103.6240		MEXI				9			
#1										9		СО	СО						
KOP	101	FSL	133	FEL	23S	32E	36	Aliquot	32.25675	-	LEA	NEW	NEW	S	STATE	364	0	0	Υ
Leg	5		5					SWSE	3	103.6240		MEXI				9			
#1										9		CO	CO						

Approval Date: 04/08/2022

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Well Name: QUESO FEDERAL COM Well Number: 603H

Wellbore	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD	Will this well produce from this lease?
PPP Leg #1-1	100	FSL	165 0	FEL	23\$	32E	36	Aliquot SWSE	32.25423 4	- 103.6251 1	LEA	NEW MEXI CO		S	STATE	- 841 7	121 00	120 66	Y
EXIT Leg #1	100	FNL	165 0	FEL	23S	32E	25	Aliquot NWNE	32.28272 1	- 103.6251 13	LEA	NEW MEXI CO		F	NMLC0 63228	- 865 1	221 00	123 00	Υ
BHL Leg #1	50	FNL	165 0	FEL	23S	32E	25	Aliquot NWNE	32.28285 8	- 103.6251 13	LEA	NEW MEXI CO	1.45	F	NMLC0 63228	- 868 1	221 70	123 30	Y

Drilling Plan

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
6659649	QUATERNARY	3649	0	0	ALLUVIUM	NONE	N
6659653	RUSTLER	2417	1232	1232	ALLUVIUM	NONE	N
6659654	TOP SALT	1898	1751	1751	SALT	NONE	N
6659655	BASE OF SALT	-1116	4765	4765	ANHYDRITE	NONE	N
6659660	LAMAR	-1410	5059	5059	LIMESTONE	NONE	N
6659661	BELL CANYON	-1468	5117	5117	LIMESTONE	NONE	N
6659656	CHERRY CANYON	-2253	5902	5902	SANDSTONE	NATURAL GAS, OIL	N
6659662	BRUSHY CANYON	-3785	7434	7434	SANDSTONE	NATURAL GAS, OIL	N
6659657	BONE SPRING LIME	-5209	8858	8858	SHALE	NATURAL GAS, OIL	N
6659658	BONE SPRING 1ST	-6390	10039	10039	SANDSTONE	NATURAL GAS, OIL	N
6659659	BONE SPRING 2ND	-7010	10659	10659	SANDSTONE	NATURAL GAS, OIL	N

Well Name: QUESO FEDERAL COM Well Number: 603H

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
6659652	BONE SPRING 3RD	-8237	11886	11886	SANDSTONE	NATURAL GAS, OIL	N
6659663	WOLFCAMP	-8587	12236	12236	SILTSTONE	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

Pressure Rating (PSI): 10M Rating Depth: 12330

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

Requesting Variance? YES

Variance request: Request a 5M variance on a 10M system. (5M variance attached in section 8). A variance is requested for the use of a flexible choke line from the BOP to choke manifold. See attached for specs and hydrostatic test chart.

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

Choke Diagram Attachment:

COG_Queso_10M_Choke_20210727115228.pdf

BOP Diagram Attachment:

COG_Queso_10M_BOP_20210727115332.pdf

COG_Queso_Flex_Hose_Variance_20210727115546.pdf

Pressure Rating (PSI): 5M Rating Depth: 11800

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

Requesting Variance? NO

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

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

Choke Diagram Attachment:

COG Queso 5M Choke 20210727115631.pdf

BOP Diagram Attachment:

COG_Queso_5M_BOP_20210727115641.pdf

COG_Queso_Flex_Hose_Variance_20210727115651.pdf

Approval Date: 04/08/2022 Page 4 of 23

Well Name: QUESO FEDERAL COM Well Number: 603H

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	רט ייניסם
1	SURFACE	14.7 5	10.75	NEW	API	N	0	1350	0	1350	3649	2299	1350	N-80		OTHER - BTC	4	1.67	DRY	17.8 6	DRY	16 3
2	INTERMED IATE	8.75	7.625	NEW	API	Υ	0	11800	0	8500	-6907	-4851	11800	P- 110		OTHER - W 513	1.33	1.44	DRY	1.61	DRY	2.
3	PRODUCTI ON	6.75	5.5	NEW	API	Υ	0	22170	0	12330	-6907	-8681	22170	P- 110	23	OTHER - Talon	1.81	2.14	DRY	2.49	DRY	2.

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Queso_603H_Casing_Program_20210728105749.pdf

Well Name: QUESO FEDERAL COM Well Number: 603H

Casing Attachments

Casing ID: 2 String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

COG_Queso_603H_Casing_Program_20210729100847.pdf

Casing Design Assumptions and Worksheet(s):

COG_Queso_603H_Casing_Program_20210728111143.pdf

Casing ID: 3 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

COG_Queso_603H_Casing_Program_20210728111500.pdf

Casing Design Assumptions and Worksheet(s):

COG_Queso_603H_Casing_Program_20210728111741.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1350	644	1.75	13.5	1127	50	Class C	4% Gel + 1% CaCl2
SURFACE	Tail		0	1350	250	1.34	14.8	335	50	С	2% CaCl2
INTERMEDIATE	Lead		0	1180 0	840	3.3	10.3	2772	50	Halliburton Tunded Light	No additives
INTERMEDIATE	Tail		0	1180 0	250	1.35	14.8	337	50	Class H	No additives

Approval Date: 04/08/2022

Well Name: QUESO FEDERAL COM Well Number: 603H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
PRODUCTION	Lead		1233 0	2217 0	524	2	12.7	1048	35	Lead: 50:50:10 H Blend	No additives
PRODUCTION	Tail		1233 0	2217 0	1025	1.24	14.4	1271	35	Tail: 50:50:2 Class H Blend	No additives

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

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

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

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

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

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1350	1180 0	OTHER : Brine Diesel Emulsion	8.4	9							Brine Diesel Emulsion
1180 0	2217 0	OIL-BASED MUD	9.6	12.5							ОВМ
0	1350	OTHER : Fresh water gel	8.6	8.8							Fresh water gel

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Well Name: QUESO FEDERAL COM Well Number: 603H

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

None planned

List of open and cased hole logs run in the well:

COMPENSATED NEUTRON LOG, GAMMA RAY LOG,

Coring operation description for the well:

None planned

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 8015 Anticipated Surface Pressure: 5302

Anticipated Bottom Hole Temperature(F): 180

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

COG_Queso_601H_602H_603H_604H_H2S_Schem_20210727130655.pdf COG_Queso_H2S_Plan_20210727130711.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

COG_Queso_603H_Directional_Plan_20210728114948.pdf COG_Queso_603H_AC_RPT_20210728115040.pdf

Other proposed operations facets description:

Drilling Program. Cement Program. GCP.

Other proposed operations facets attachment:

COG_Queso_603H_Drilling_Program_20210728115622.pdf
COG_Queso_603H_Cement_Program_20210728132154.pdf
COG_Queso_Federal_Com_603H_GCP_20210729101036.pdf
5.5_Inch_23_Talon_Spec._Sheet_20211027141031.pdf
Wedge_513_7.625_0.375_P110_IC_07062021_20211027141055.pdf

Other Variance attachment:

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Well Name: QUESO FEDERAL COM Well Number: 603H

COG 5M Variance Well Plan 20200513161353.pdf

SUPO

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

COG_Queso_601H_602H_603H_604H_Existing_Road_20210727131022.pdf

Existing Road Purpose: ACCESS Row(s) Exist? YES

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

COG_Queso_601H_602H_603H_604H_Road_Plats_20210727131045.pdf

New road type: RESOURCE

Length: 844.9 Feet Width (ft.): 30

Max slope (%): 33 Max grade (%): 1

Army Corp of Engineers (ACOE) permit required? N

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage and to be consistent with local drainage patterns.

New road access plan or profile prepared? N

New road access plan attachment:

Access road engineering design? N

Access road engineering design attachment:

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Well Name: QUESO FEDERAL COM Well Number: 603H

Turnout? N

Access surfacing type: OTHER

Access topsoil source: OFFSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth:

Offsite topsoil source description: Caliche

Onsite topsoil removal process:

Access other construction information:

Access miscellaneous information:

Number of access turnouts: Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: None needed.

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

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

COG_Queso_603H_1_Mile_Data_20210728133717.pdf

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

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: 1) Queso Federal 36J CTB. This CTB will be built to accommodate the Queso Federal Com #601H, #602H, #603H and #604H. We plan to install (1) buried 4 FP 601HT production flowline from each wellhead to the inlet manifold of the proposed CTB (4 lines total); the route for these flowlines will remain on the pad, as the CTB pad and well pad are adjacent. We will install (1) buried 4 gas line for gas lift supply from the CTB to well pad (1 lines total); the route for the gas lift lines will follow the gas lift route as shown in the attached layout.

Production Facilities map:

COG_Queso_Fed_36_J_CTB_20210727131210.pdf

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Well Name: QUESO FEDERAL COM Well Number: 603H

Section 5 - Location and Types of Water Supply

Water Source Table

Water source type: OTHER

Describe type: Fresh Water. See Below.

Water source use type: ICE PAD CONSTRUCTION &

MAINTENANCE SURFACE CASING

STIMULATION

Source latitude: Source longitude:

Source datum:

Water source permit type: PRIVATE CONTRACT

Water source transport method: PIPELINE

Source land ownership: PRIVATE

Source transportation land ownership: PRIVATE

Water source volume (barrels): 450000 Source volume (acre-feet): 58.001892

Source volume (gal): 18900000

Water source type: OTHER

Describe type: Brine Water. See Below.

Water source use type: INTERMEDIATE/PRODUCTION

CASING

Source latitude: Source longitude:

Source datum:

Water source permit type: PRIVATE CONTRACT

Water source transport method: TRUCKING

Source land ownership: COMMERCIAL

Source transportation land ownership: COMMERCIAL

Water source volume (barrels): 30000 Source volume (acre-feet): 3.866793

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Well Name: QUESO FEDERAL COM Well Number: 603H

Source volume (gal): 1260000

Water source and transportation map:

COG_Queso_601H_602H_603H_604H_Brine_H2O_20210727131437.pdf COG_Queso_601H_602H_603H_604H_Fresh_H2O_20210727131430.pdf

Water source comments: Fresh water will be obtained from the Queso Frac Pond located in Section 36. T23S. R32E. Brine water will be obtained from the Malaga II Brine station in Section 12. T23S. R28E.

New water well? N

New Water Well Info

Well latitude: Well Longitude: Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft): Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft): Well casing type:

Well casing outside diameter (in.): Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method: Drill material:

Grout material: Grout depth:

Casing length (ft.): Casing top depth (ft.):

Well Production type: Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Using any construction materials: YES

Construction Materials description: Caliche will be obtained from the actual well site if available. If not available onsite, caliche will be hauled from Hughes caliche pit located in Section 20.T23S.R33E.

Construction Materials source location attachment:

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Well Name: QUESO FEDERAL COM Well Number: 603H

Section 7 - Methods for Handling Waste

Waste type: DRILLING

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

Amount of waste: 6000 barrels

Waste disposal frequency : One Time Only

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

Safe containmant attachment:

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

FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Waste type: SEWAGE

Waste content description: Human waste and gray water

Amount of waste: 1000 gallons

Waste disposal frequency: One Time Only

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

facility.

Safe containmant attachment:

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

FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Waste type: GARBAGE

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

Amount of waste: 500 pounds

Waste disposal frequency: One Time Only

Safe containment description: Garbage and trash produced during drilling and completion operations will be collected in a

trash container and disposed of properly at a state approved disposal facility

Safe containmant attachment:

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

FACILITY

Disposal type description:

Disposal location description: Trucked to an approved disposal facility.

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Well Name: QUESO FEDERAL COM Well Number: 603H

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit? NO

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

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

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? Y

Description of cuttings location Roll off cutting containers on tracks

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: N

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

COG_Queso_601H_602H_603H_604H_Layout_20210727134628.pdf

Comments:

Approval Date: 04/08/2022

Well Name: QUESO FEDERAL COM Well Number: 603H

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance Multiple Well Pad Name: QUESO FEDERAL COM

Multiple Well Pad Number: 601H, 602H, 603H and 604H

Recontouring attachment:

COG_Queso_601H_602H_603H_604H_Reclamation_20210727144359.pdf

Drainage/Erosion control construction: Immediately following construction, straw waddles will be placed as necessary at the well site to reduce sediment impacts to fragile/sensitive soils.

Drainage/Erosion control reclamation: East.

Well pad proposed disturbance

(acres): 5.74

Road proposed disturbance (acres):

0.27

Powerline proposed disturbance

(acres): 0.6

Pipeline proposed disturbance

(acres): 0

Other proposed disturbance (acres):

3.67

Total proposed disturbance: 10.28

Well pad interim reclamation (acres):

Road interim reclamation (acres): 0.27 Road long term disturbance (acres):

Powerline interim reclamation (acres):

Pipeline interim reclamation (acres): 0

Other interim reclamation (acres): 3.67 (acres): 0

Total interim reclamation: 4.77

Well pad long term disturbance

(acres): 4.59

Powerline long term disturbance

(acres): 0.6

Pipeline long term disturbance

Other long term disturbance (acres):

Total long term disturbance:

9.12999999999999

Disturbance Comments:

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

Topsoil redistribution: East,

Soil treatment: None

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

Existing Vegetation at the well pad attachment:

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

Existing Vegetation Community at the road attachment:

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

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: N/A

Existing Vegetation Community at other disturbances attachment:

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Well Name: QUESO FEDERAL COM Well Number: 603H

Non native seed used? N

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? N

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? N

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed Summary

Total pounds/Acre:

Seed Type Pounds/Acre

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name: Last Name:

Phone: Email:

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? N

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: N/A

Weed treatment plan attachment: Monitoring plan description: N/A

Monitoring plan attachment:

Approval Date: 04/08/2022

Well Name: QUESO FEDERAL COM Well Number: 603H

Success standards: N/A

Pit closure description: N/A

Pit closure attachment:

COG_Queso_601H_602H_603H_604H_Closedloop_20210727135918.pdf

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: STATE GOVERNMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office: NEW MEXICO

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland: USFS Ranger District:

Section 12 - Other Information

Right of Way needed? N

Use APD as ROW?

ROW Type(s):

ROW Applications

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Well Name: QUESO FEDERAL COM Well Number: 603H

SUPO Additional Information: SUP Attached

Use a previously conducted onsite? Y

Previous Onsite information: Not needed. State Surface.

Other SUPO Attachment

COG_Queso_601H_602H_603H_604H_Existing_Road_20210727140958.pdf

COG_Queso_601H_602H_603H_604H_Layout_20210727140943.pdf

COG_Queso_601H_602H_603H_604H_Powerline_20210727140922.pdf

COG_Queso_601H_602H_603H_604H_Reclamation_20210727140949.pdf

COG_Queso_601H_602H_603H_604H_Road_Plats_20210727140936.pdf

COG_Queso_Fed_36_J_CTB_20210727140906.pdf

COG_Queso_603H_C102_20210728134431.pdf

COG_Queso_603H_SUP_20210729101121.pdf

PWD

Section 1 - General

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

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? ${\sf N}$

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Well Name: QUESO FEDERAL COM Well Number: 603H

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

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

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? N

Produced Water Disposal (PWD) Location:

PWD disturbance (acres): PWD surface owner:

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Approval Date: 04/08/2022

Operator Name: COG PRODUCTION LLC Well Name: QUESO FEDERAL COM Well Number: 603H Precipitated solids disposal permit: Unlined pit precipitated solids disposal schedule: Unlined pit precipitated solids disposal schedule attachment: Unlined pit reclamation description: Unlined pit reclamation attachment: Unlined pit Monitor description: **Unlined pit Monitor attachment:** Do you propose to put the produced water to beneficial use? Beneficial use user confirmation: Estimated depth of the shallowest aquifer (feet): Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected? **TDS lab results:** Geologic and hydrologic evidence: State authorization: **Unlined Produced Water Pit Estimated percolation:** Unlined pit: do you have a reclamation bond for the pit? Is the reclamation bond a rider under the BLM bond? Unlined pit bond number: Unlined pit bond amount: Additional bond information attachment: **Section 4 - Injection** Would you like to utilize Injection PWD options? N **Produced Water Disposal (PWD) Location:** PWD surface owner: PWD disturbance (acres): Injection PWD discharge volume (bbl/day): Injection well mineral owner: Injection well type: Injection well number: Injection well name: Injection well API number: Assigned injection well API number? Injection well new surface disturbance (acres):

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Minerals protection information:

Mineral protection attachment:

Well Name: QUESO FEDERAL COM Well Number: 603H

Underground Injection Control (UIC) Permit?

UIC Permit attachment:

Section 5 - Surface Discharge

Would you like to utilize Surface Discharge PWD options? N

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Surface discharge PWD discharge volume (bbl/day):

Surface Discharge NPDES Permit?

Surface Discharge NPDES Permit attachment:

Surface Discharge site facilities information:

Surface discharge site facilities map:

Section 6 - Other

Would you like to utilize Other PWD options? N

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Other PWD discharge volume (bbl/day):

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:

Bond Info

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB000215

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

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Well Name: QUESO FEDERAL COM Well Number: 603H

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:

Operator Certification

Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: MAYTE REYES Signed on: 07/28/2021

Title: Regulatory Analyst

Street Address: 925 N ELDRIDGE PARKWAY

City: HOUSTON State: TX Zip: 77252

Phone: (281)293-1000

Email address: MAYTE.X.REYES@CONOCOPHILLIPS.COM

Field Representative

Representative Name: Gerald Herrera Street Address: 2208 West Main Street

City: Artesia State: NM Zip: 88210

Phone: (575)748-6940

Email address: Gerald.A.Herrera@conocophillips.com

Payment Info

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Well Name: QUESO FEDERAL COM Well Number: 603H

Payment

APD Fee Payment Method: PAY.GOV pay.gov Tracking ID: 26SR6GES

Approval Date: 04/08/2022



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

Drilling Plan Data Report

04/25/2022

APD ID: 10400078256

Submission Date: 07/29/2021

Highlighted data reflects the most recent changes

Operator Name: COG PRODUCTION LLC Well Name: QUESO FEDERAL COM

Well Number: 603H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical		Lithologico	Mineral Resources	Producing
6659649	QUATERNARY	3649	Depth 0	Depth 0	Lithologies ALLUVIUM	NONE	Formation N
6659653	RUSTLER	2417	1232	1232	ALLUVIUM	NONE	N
6659654	TOP SALT	1898	1751	1751	SALT	NONE	N
6659655	BASE OF SALT	-1116	4765	4765	ANHYDRITE	NONE	N
6659660	LAMAR	-1410	5059	5059	LIMESTONE	NONE	N
6659661	BELL CANYON	-1468	5117	5117	LIMESTONE	NONE	N
6659656	CHERRY CANYON	-2253	5902	5902	SANDSTONE	NATURAL GAS, OIL	N
6659662	BRUSHY CANYON	-3785	7434	7434	SANDSTONE	NATURAL GAS, OIL	N
6659657	BONE SPRING LIME	-5209	8858	8858	SHALE	NATURAL GAS, OIL	N
6659658	BONE SPRING 1ST	-6390	10039	10039	SANDSTONE	NATURAL GAS, OIL	N
6659659	BONE SPRING 2ND	-7010	10659	10659	SANDSTONE	NATURAL GAS, OIL	N
6659652	BONE SPRING 3RD	-8237	11886	11886	SANDSTONE	NATURAL GAS, OIL	N
6659663	WOLFCAMP	-8587	12236	12236	SILTSTONE	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

Well Name: QUESO FEDERAL COM Well Number: 603H

Pressure Rating (PSI): 10M Rating Depth: 12330

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

choke manifold.

Requesting Variance? YES

Variance request: Request a 5M variance on a 10M system. (5M variance attached in section 8). A variance is requested for the use of a flexible choke line from the BOP to choke manifold. See attached for specs and hydrostatic test chart.

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

Choke Diagram Attachment:

COG Queso 10M Choke 20210727115228.pdf

BOP Diagram Attachment:

COG_Queso_10M_BOP_20210727115332.pdf

COG_Queso_Flex_Hose_Variance_20210727115546.pdf

Pressure Rating (PSI): 5M Rating Depth: 11800

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

Requesting Variance? NO

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

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

Choke Diagram Attachment:

COG_Queso_5M_Choke_20210727115631.pdf

BOP Diagram Attachment:

COG_Queso_5M_BOP_20210727115641.pdf

COG_Queso_Flex_Hose_Variance_20210727115651.pdf

Well Name: QUESO FEDERAL COM Well Number: 603H

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	14.7 5	10.75	NEW	API	N	0	1350	0	1350	3649	2299	1350	N-80		OTHER - BTC	4	1.67	DRY	17.8 6	DRY	16.9 3
2	INTERMED IATE	8.75	7.625	NEW	API	Υ	0	11800	0	8500	-6907	-4851	11800	P- 110		OTHER - W 513	1.33	1.44	DRY	1.61	DRY	2.68
3	PRODUCTI ON	6.75	5.5	NEW	API	Υ	0	22170	0	12330	-6907	-8681	22170	P- 110		OTHER - Talon	1.81	2.14	DRY	2.49	DRY	2.57

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Queso_603H_Casing_Program_20210728105749.pdf

Well Name: QUESO FEDERAL COM

Well Number: 603H

Casing Attachments

Casing ID: 2

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

COG_Queso_603H_Casing_Program_20210729100847.pdf

Casing Design Assumptions and Worksheet(s):

COG_Queso_603H_Casing_Program_20210728111143.pdf

Casing ID: 3 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

COG_Queso_603H_Casing_Program_20210728111500.pdf

Casing Design Assumptions and Worksheet(s):

COG_Queso_603H_Casing_Program_20210728111741.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1350	644	1.75	13.5	1127	50	Class C	4% Gel + 1% CaCl2
SURFACE	Tail		0	1350	250	1.34	14.8	335	50	С	2% CaCl2
INTERMEDIATE	Lead		0	1180 0	840	3.3	10.3	2772	50	Halliburton Tunded Light	No additives
INTERMEDIATE	Tail		0	1180 0	250	1.35	14.8	337	50	Class H	No additives
PRODUCTION	Lead		1233 0	2217 0	524	2	12.7	1048	35	Lead: 50:50:10 H Blend	No additives

Well Name: QUESO FEDERAL COM

Well Number: 603H

String Type	Lead/Tail	Stage Tool Depth	Тор МБ	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
PRODUCTION	Tail		1233 0	2217 0	1025	1.24	14.4	1271	35	Tail: 50:50:2 Class H Blend	No additives

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

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

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

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

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

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	НА	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1350	1180 0	OTHER : Brine Diesel Emulsion	8.4	9							Brine Diesel Emulsion
1180 0	2217 0	OIL-BASED MUD	9.6	12.5							ОВМ
0	1350	OTHER : Fresh water gel	8.6	8.8							Fresh water gel

Operator Name: COG PRODUCTION LLC

Well Name: QUESO FEDERAL COM

Well Number: 603H

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

None planned

List of open and cased hole logs run in the well:

COMPENSATED NEUTRON LOG, GAMMA RAY LOG,

Coring operation description for the well:

None planned

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 8015 Anticipated Surface Pressure: 5302

Anticipated Bottom Hole Temperature(F): 180

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

COG_Queso_601H_602H_603H_604H_H2S_Schem_20210727130655.pdf COG_Queso_H2S_Plan_20210727130711.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

COG_Queso_603H_Directional_Plan_20210728114948.pdf

COG_Queso_603H_AC_RPT_20210728115040.pdf

Other proposed operations facets description:

Drilling Program.

Cement Program.

GCP.

Other proposed operations facets attachment:

COG_Queso_603H_Drilling_Program_20210728115622.pdf

COG_Queso_603H_Cement_Program_20210728132154.pdf

COG_Queso_Federal_Com_603H_GCP_20210729101036.pdf

5.5_Inch_23_Talon_Spec._Sheet_20211027141031.pdf

Wedge_513_7.625_0.375_P110_IC_07062021_20211027141055.pdf

Other Variance attachment:

COG 5M Variance Well Plan 20200513161353.pdf



DELAWARE BASIN EAST

BULLDOG PROSPECT (NM-E)
QUESO FED COM PROJECT
QUESO FED COM #603H

OWB

Plan: PWP1

Standard Survey Report

22 June, 2021

Survey Report

Company: **DELAWARE BASIN EAST** Project: **BULLDOG PROSPECT (NM-E)** Site: QUESO FED COM PROJECT Well: QUESO FED COM #603H

Wellbore: **OWB** PWP1 Design:

Local Co-ordinate Reference: TVD Reference:

MD Reference: North Reference:

Survey Calculation Method: Database:

Well QUESO FED COM#603H

*KB=30' @ 3679.4usft (TBD) *KB=30' @ 3679.4usft (TBD)

Minimum Curvature **EDT 15 Central Prod**

BULLDOG PROSPECT (NM-E) Project

Map System: Geo Datum:

Map Zone:

US State Plane 1927 (Exact solution) NAD 1927 (NADCON CONUS)

New Mexico East 3001

System Datum:

Mean Sea Level

Well QUESO FED COM #603H

Well Position +N/-S +E/-W

0.0 usft

Northing: Easting:

457,805.20 usft 719,398.20 usft Latitude: Longitude:

32° 15' 23.867 N 103° 37' 24.993 W

Position Uncertainty

3.0 usft

0 0 usft

Wellhead Elevation:

usft

Ground Level:

3,649.4 usft

Wellbore

OWB

Magnetics

PWP1

Model Name Sample Date IGRF2020 6/21/2021 Declination (°) 6.57 **Dip Angle** (°) 59.92 **Field Strength** (nT)

357.72

47,504.36312560

Design

Audit Notes: Version:

Phase:

PLAN

0.0

Tie On Depth:

0.0

Vertical Section:

Depth From (TVD) (usft)

+N/-S (usft)

0.0

+E/-W (usft) 0.0 Direction

(°)

Survey Tool Program

0.0

Date 6/22/2021

From (usft)

То (usft) Survey (Wellbore) 22,170.9 PWP1 (OWB)

Tool Name MWD+IFR1+FDIR Description

OWSG MWD + IFR1 + FDIR Correction

ı		
ı	Diamond	C
ı	Planned	Survev

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
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

Survey Report

Company: DELAWARE BASIN EAST
Project: BULLDOG PROSPECT (NM-E)
Site: QUESO FED COM PROJECT
Well: QUESO FED COM #603H

Wellbore: OWB

Design: PWP1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method: Database:

Well QUESO FED COM #603H *KB=30' @ 3679.4usft (TBD) *KB=30' @ 3679.4usft (TBD)

Grid

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)
1,500.0	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		A							
2,600.0	2.00	210.72	2,600.0	-1.5	-0.9	-1.5	2.00	2.00	0.00
2,700.0	4.00	210.72	2,699.8	-6.0	-3.6	-5.9	2.00	2.00	0.00
2,750.0	5.00	210.72	2,749.7	-9.4	-5.6	-9.1	2.00	2.00	0.00
	.9 hold at 2750								
2,800.0	5.00	210.72	2,799.5	-13.1	-7.8	-12.8	0.00	0.00	0.00
2,900.0	5.00	210.72	2,899.1	-20.6	-12.2	-20.1	0.00	0.00	0.00
3,000.0	5.00	210.72	2,998.7	-28.1	-16.7	-27.4	0.00	0.00	0.00
3,100.0	5.00	210.72	3,098.4	-35.6	-21.2	-34.7	0.00	0.00	0.00
3,200.0	5.00	210.72	3,198.0	-43.1	-25.6	-42.0	0.00	0.00	0.00
3,300.0	5.00	210.72	3,297.6	-50.6	-30.1	-49.3	0.00	0.00	0.00
3,400.0	5.00	210.72	3,397.2	-58.1	-34.5	-56.7	0.00	0.00	0.00
3,500.0	5.00	210.72	3,496.8	-65.6	-39.0	-64.0	0.00	0.00	0.00
3,600.0	5.00	210.72	3,596.4	-73.1	-43.4	-71.3	0.00	0.00	0.00
3,700.0	5.00	210.72	3,696.1	-80.5	-47.9	-78.6	0.00	0.00	0.00
3,800.0	5.00	210.72	3,795.7	-88.0	-52.3	-85.9	0.00	0.00	0.00
3,900.0	5.00	210.72	3,895.3	-95.5	-56.8	-93.2	0.00	0.00	0.00
4,000.0	5.00	210.72	3,994.9	-103.0	-61.2	-100.5	0.00	0.00	0.00
4,100.0	5.00	210.72	4,094.5	-110.5	-65.7	-107.8	0.00	0.00	0.00
4,200.0	5.00	210.72	4,194.2	-118.0	-70.1	-115.1	0.00	0.00	0.00
4,300.0	5.00	210.72	4,293.8	-125.5	-74.6	-122.4	0.00	0.00	0.00
4,400.0	5.00	210.72	4,393.4	-133.0	-79.0	-129.7	0.00	0.00	0.00
4,500.0	5.00	210.72	4,493.0	-140.5	-83.5	-137.1	0.00	0.00	0.00
4,600.0	5.00	210.72	4,592.6	-148.0	-87.9	-144.4	0.00	0.00	0.00
4,700.0	5.00	210.72	4,692.3	-155.5	-92.4	-151.7	0.00	0.00	0.00
4,800.0	5.00	210.72	4,791.9	-163.0	-96.8	-159.0	0.00	0.00	0.00
4,900.0	5.00	210.72	4,891.5	-170.5	-101.3	-166.3	0.00	0.00	0.00
5,000.0	5.00	210.72	4,991.1	-177.9	-105.8	-173.6	0.00	0.00	0.00
5,100.0	5.00	210.72	5,090.7	-185.4	-110.2	-180.9	0.00	0.00	0.00
5,200.0	5.00	210.72	5,190.4	-192.9	-114.7	-188.2	0.00	0.00	0.00
5,300.0	5.00	210.72	5,290.0	-200.4	-119.1	-195.5	0.00	0.00	0.00
•							0.00	0.00	0.00
5,400.0	5.00	210.72	5,389.6	-207.9	-123.6	-202.8			
5,500.0	5.00	210.72	5,489.2	-215.4	-128.0	-210.1	0.00	0.00	0.00

Survey Report

Company: DELAWARE BASIN EAST
Project: BULLDOG PROSPECT (NM-E)
Site: QUESO FED COM PROJECT
Well: QUESO FED COM #603H

Wellbore: OWB
Design: PWP1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method: Database:

Well QUESO FED COM #603H *KB=30' @ 3679.4usft (TBD) *KB=30' @ 3679.4usft (TBD)

Grid

y									
ned 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)
5,600.0	5.00	210.72	5,588.8	-222.9	-132.5	- 217.5	0.00	0.00	0.00
5,700.0	5.00	210.72	5,688.5	-230.4	-136.9	-224.8	0.00	0.00	0.00
5,800.0	5.00	210.72	5,788.1	-237.9	-141.4	-232.1	0.00	0.00	0.00
5,900.0	5.00	210.72	5,887.7	-245.4	-145.8	-239.4	0.00	0.00	0.00
6,000.0	5.00	210.72	5,987.3	-252.9	-150.3	-246.7	0.00	0.00	0.00
6,100.0	5.00	210.72	6,086.9	-260.4	-154.7	-254.0	0.00	0.00	0.00
6,200.0	5.00	210.72	6,186.6	-267.9	-159.2	-261.3	0.00	0.00	0.00
6,300.0	5.00	210.72	6,286.2	-275.4	-163.6	-268.6	0.00	0.00	0.00
6,400.0	5.00	210.72	6,385.8	-282.8	-168.1	-275.9	0.00	0.00	0.00
6,500.0	5.00	210.72	6,485.4	-290.3	-172.5	-283.2	0.00	0.00	0.00
6,600.0	5.00	210.72	6,585.0	-297.8	-177.0	-290.5	0.00	0.00	0.00
6,700.0	5.00	210.72	6,684.7	-305.3	-181.4	-297.9	0.00	0.00	0.00
6,800.0	5.00	210.72	6,784.3	-312.8	-185.9	-305.2	0.00	0.00	0.00
6,900.0	5.00	210.72	6,883.9	-320.3	-190.4	-312.5	0.00	0.00	0.00
7,000.0	5.00	210.72	6,983.5	-327.8	-194.8	-319.8	0.00	0.00	0.00
7,100.0	5.00	210.72	7,083.1	-335.3	-199.3	-327.1	0.00	0.00	0.00
7,200.0	5.00	210.72	7,182.7	-342.8	-203.7	-334.4	0.00	0.00	0.00
7,300.0	5.00	210.72	7,282.4	-350.3	-208.2	-341.7	0.00	0.00	0.00
7,400.0	5.00	210.72	7,382.0	-357.8	-212.6	-349.0	0.00	0.00	0.00
7,500.0	5.00	210.72	7,481.6	-365.3	-217.1	-356.3	0.00	0.00	0.00
7,600.0	5.00	210.72	7,581.2	-372.8	-221.5	-363.6	0.00	0.00	0.00
7,700.0	5.00	210.72	7,680.8	-380.2	-226.0	-370.9	0.00	0.00	0.00
7,800.0	5.00	210.72	7,780.5	-387.7	-230.4	-378.3	0.00	0.00	0.00
7,900.0	5.00	210.72	7,880.1	-395.2	-234.9	-385.6	0.00	0.00	0.00
8,000.0	5.00	210.72	7,979.7	-402.7	-239.3	-392.9	0.00	0.00	0.00
8,100.0	5.00	210.72	8,079.3	-410.2	-243.8	-400.2	0.00	0.00	0.00
8,200.0	5.00	210.72	8,178.9	-417.7	-248.2	-407.5	0.00	0.00	0.00
8,300.0	5.00	210.72	8,278.6	-425.2	-252.7	-414.8	0.00	0.00	0.00
8,400.0	5.00	210.72	8,378.2	-432.7	-257.1	-422.1	0.00	0.00	0.00
8,500.0	5.00	210.72	8,477.8	-440.2	-261.6	-429.4	0.00	0.00	0.00
8,600.0	5.00	210.72	8,577.4	-447.7	-266.0	-436.7	0.00	0.00	0.00
8,700.0	5.00	210.72	8,677.0	-455.2	-270.5	-444.0	0.00	0.00	0.00
8,800.0	5.00	210.72	8,776.7	-462.7	-275.0	-451.3	0.00	0.00	0.00
8,900.0	5.00	210.72	8,876.3	-470.2	-279.4	-458.7	0.00	0.00	0.00
9,000.0	5.00	210.72	8,975.9	-477.6	-283.9	-466.0	0.00	0.00	0.00
9,100.0	5.00	210.72	9,075.5	-485.1	-288.3	-473.3	0.00	0.00	0.00
9,200.0	5.00	210.72	9,175.1	-492.6	-292.8	-480.6	0.00	0.00	0.00
9,300.0	5.00	210.72	9,274.8	-500.1	-297.2	-487.9	0.00	0.00	0.00
9,381.9	5.00	210.72	9,356.3	-506.3	-300.9	-493.9	0.00	0.00	0.00
Start Drop									
9,400.0	4.82	210.72	9,374.4	-507.6	-301.7	-495.2	1.00	-1.00	0.00
9,500.0	3.82	210.72	9,474.1	-514.1	-305.5	-501.5	1.00	-1.00	0.00
9,600.0	2.82	210.72	9,573.9	-519.0	-308.5	-506.3	1.00	-1.00	0.00
9,700.0	1.82	210.72	9,673.8	-522.5	-310.5	-509.7	1.00	-1.00	0.00

Survey Report

Company: DELAWARE BASIN EAST
Project: BULLDOG PROSPECT (NM-E)
Site: QUESO FED COM PROJECT
Well: QUESO FED COM #603H

Wellbore: OWB
Design: PWP1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method: Database:

Well QUESO FED COM#603H *KB=30' @ 3679.4usft (TBD)

*KB=30' @ 3679.4usft (TBD)

IIIIeu	d Survey										
Measured Vertical Vertical Dogleg Build Turn											
N	Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Rate	Rate	
	(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)	
	9,800.0	0.82	210.72	9,773.8	-524.5	-311.7	-511.7	1.00	-1.00	0.00	
	9,881.9	0.00	0.00	9,855.7	-525.0	-312.0	-512.2	1.00	-1.00	0.00	
	Start 1996.	8 hold at 9881	.9 MD								
	9,900.0	0.00	0.00	9,873.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	10,000.0	0.00	0.00	9,973.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	10,100.0	0.00	0.00	10,073.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	10,200.0	0.00	0.00	10,173.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	10,200.0	0.00	0.00	10,173.8	-525.0	-312.0	-512.2 -512.2	0.00	0.00	0.00	
	10,400.0	0.00	0.00	10,273.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	10,500.0	0.00	0.00	10,473.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	10,600.0	0.00	0.00	10,573.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	10,000.0	0.00	0.00	10,010.0	020.0	012.0	512.2	0.00	0.00	0.00	
	10,700.0	0.00	0.00	10,673.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	10,800.0	0.00	0.00	10,773.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	10,900.0	0.00	0.00	10,873.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	11,000.0	0.00	0.00	10,973.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	11,100.0	0.00	0.00	11,073.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	11,200.0	0.00	0.00	11,173.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	11,300.0	0.00	0.00	11,173.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	11,400.0	0.00	0.00	11,373.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	11,500.0	0.00	0.00	11,473.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	11,600.0	0.00	0.00	11,573.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	,000.0	0.00	0.00	,	020.0	0.2.0	0.1	0.00	0.00	0.00	
	11,700.0	0.00	0.00	11,673.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	11,800.0	0.00	0.00	11,773.8	-525.0	-312.0	-512.2	0.00	0.00	0.00	
	11,878.7	0.00	0.00	11,852.5	-525.0	-312.0	-512.2	0.00	0.00	0.00	
		12.00 TFO 359									
	11,900.0	2.56	359.62	11,873.8	-524.5	-312.0	-511.7	12.00	12.00	0.00	
	12,000.0	14.56	359.62	11,972.5	-509.7	-312.1	-496.8	12.00	12.00	0.00	
	12,100.0	26.56	359.62	12,066.0	-474.6	-312.3	-461.8	12.00	12.00	0.00	
	12,200.0	38.56	359.62	12,150.1	-420.9	-312.7	-408.1	12.00	12.00	0.00	
	12,300.0	50.56	359.62	12,100.1	-350.9	-313.2	-338.1	12.00	12.00	0.00	
	12,400.0	62.56	359.62	12,276.2	-267.6	-313.7	-254.9	12.00	12.00	0.00	
	12,500.0	74.56	359.62	12,312.7	-174.7	-314.3	-162.0	12.00	12.00	0.00	
	40.000.0	00.50	050.00	40.000.4	70.0	045.0	20.0	10.00	40.00	0.00	
	12,600.0	86.56	359.62	12,329.1	-76.2	-315.0	-63.6	12.00	12.00	0.00	
	12,630.2	90.18 7 hold at 1263	359.62	12,330.0	-46.0	-315.2	-33.5	12.00	12.00	0.00	
		7 hold at 1263		12,329.7	22.0	215 6	26.2	0.00	0.00	0.00	
	12,700.0 12,800.0	90.18 90.18	359.62 359.62	12,329.7	23.8 123.8	-315.6 -316.3	36.3 136.3	0.00 0.00	0.00 0.00	0.00 0.00	
	12,800.0	90.18	359.62 359.62	12,329.4	223.8	-316.3 -317.0	236.2	0.00	0.00	0.00	
	12,900.0	90.18	339.02	12,329.1	223.0	-317.0	230.2	0.00	0.00	0.00	
	13,000.0	90.18	359.62	12,328.8	323.8	-317.6	336.1	0.00	0.00	0.00	
	13,100.0	90.18	359.62	12,328.5	423.8	-318.3	436.1	0.00	0.00	0.00	
	13,200.0	90.18	359.62	12,328.2	523.8	-319.0	536.0	0.00	0.00	0.00	
	13,300.0	90.18	359.62	12,327.9 12,327.5	623.7	-319.6 -320.3	636.0	0.00	0.00	0.00	

Survey Report

Company: DELAWARE BASIN EAST
Project: BULLDOG PROSPECT (NM-E)
Site: QUESO FED COM PROJECT
Well: QUESO FED COM #603H

Wellbore: OWB
Design: PWP1

Local Co-ordinate Reference:
TVD Reference:

MD Reference:
North Reference:

Survey Calculation Method: Database:

Well QUESO FED COM #603H *KB=30' @ 3679.4usft (TBD) *KB=30' @ 3679.4usft (TBD)

Grid

Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
13,500.0	90.18	359.62	12,327.2	823.7	-320.9	835.9	0.00	0.00	0.00
13,600.0	90.18	359.62	12,326.9	923.7	-321.6	935.8	0.00	0.00	0.00
13,700.0	90.18	359.62	12,326.6	1,023.7	-322.3	1,035.8	0.00	0.00	0.00
13,800.0	90.18	359.62	12,326.3	1,123.7	-322.9	1,135.7	0.00	0.00	0.00
13,900.0	90.18	359.62	12,326.0	1,223.7	-323.6	1,235.6	0.00	0.00	0.00
14,000.0	90.18	359.62	12,325.7	1,323.7	-324.3	1,335.6	0.00	0.00	0.00
14,100.0	90.18	359.62	12,325.3	1,423.7	-324.9	1,435.5	0.00	0.00	0.00
14,200.0	90.18	359.62	12,325.0	1,523.7	-325.6	1,535.5	0.00	0.00	0.00
14,300.0	90.18	359.62	12,324.7	1,623.7	-326.2	1,635.4	0.00	0.00	0.00
14,400.0	90.18	359.62	12,324.4	1,723.7	-326.9	1,735.4	0.00	0.00	0.00
14,500.0	90.18	359.62	12,324.1	1,823.7	-327.6	1,835.3	0.00	0.00	0.00
14,600.0	90.18	359.62	12,323.8	1,923.7	-328.2	1,935.3	0.00	0.00	0.00
14,700.0	90.18	359.62	12,323.5	2,023.7	-328.9	2,035.2	0.00	0.00	0.00
14,800.0	90.18	359.62	12,323.1	2,123.7	-329.6	2,135.1	0.00	0.00	0.00
14,900.0	90.18	359.62	12,322.8	2,223.7	-330.2	2,235.1	0.00	0.00	0.00
15,000.0	90.18	359.62	12,322.5	2,323.7	-330.9	2,335.0	0.00	0.00	0.00
15,100.0	90.18	359.62	12,322.2	2,423.7	-331.5	2,435.0	0.00	0.00	0.00
15,200.0	90.18	359.62	12,321.9	2,523.7	-332.2	2,534.9	0.00	0.00	0.00
15,300.0	90.18	359.62	12,321.6	2,623.7	-332.9	2,634.9	0.00	0.00	0.00
15,400.0	90.18	359.62	12,321.3	2,723.7	-333.5	2,734.8	0.00	0.00	0.00
15,500.0	90.18	359.62	12,320.9	2,823.7	-334.2	2,834.8	0.00	0.00	0.00
15,600.0	90.18	359.62	12,320.6	2,923.7	-334.9	2,934.7	0.00	0.00	0.00
15,700.0	90.18	359.62	12,320.3	3,023.7	-335.5	3,034.6	0.00	0.00	0.00
15,800.0	90.18	359.62	12,320.0	3,123.7	-336.2	3,134.6	0.00	0.00	0.00
15,900.0	90.18	359.62	12,319.7	3,223.7	-336.8	3,234.5	0.00	0.00	0.00
16,000.0	90.18	359.62	12,319.4	3,323.7	-337.5	3,334.5	0.00	0.00	0.00
16,100.0	90.18	359.62	12,319.1	3,423.7	-338.2	3,434.4	0.00	0.00	0.00
16,200.0	90.18	359.62	12,318.8	3,523.7	-338.8	3,534.4	0.00	0.00	0.00
16,300.0	90.18	359.62	12,318.4	3,623.7	-339.5	3,634.3	0.00	0.00	0.00
16,400.0	90.18	359.62	12,318.1	3,723.7	-340.2	3,734.3	0.00	0.00	0.00
16,500.0	90.18	359.62	12,317.8	3,823.7	-340.8	3,834.2	0.00	0.00	0.00
16,600.0	90.18	359.62	12,317.5	3,923.7	-341.5	3,934.1	0.00	0.00	0.00
16,700.0	90.18	359.62	12,317.2	4,023.7	-342.1	4,034.1	0.00	0.00	0.00
16,800.0	90.18	359.62	12,316.9	4,123.7	-342.8	4,134.0	0.00	0.00	0.00
16,900.0	90.18	359.62	12,316.6	4,223.7	-343.5	4,234.0	0.00	0.00	0.00
17,000.0	90.18	359.62	12,316.2	4,323.6	-344.1	4,333.9	0.00	0.00	0.00
17,100.0	90.18	359.62	12,315.9	4,423.6	-344.8	4,433.9	0.00	0.00	0.00
17,200.0	90.18	359.62	12,315.6	4,523.6	-345.5	4,533.8	0.00	0.00	0.00
17,300.0	90.18	359.62	12,315.3	4,623.6	-346.1	4,633.8	0.00	0.00	0.00
17,400.0	90.18	359.62	12,315.0	4,723.6	-346.8	4,733.7	0.00	0.00	0.00
17,500.0	90.18	359.62	12,314.7	4,823.6	-347.4	4,833.6	0.00	0.00	0.00
17,600.0	90.18	359.62	12,314.4	4,923.6	-348.1	4,933.6	0.00	0.00	0.00
17,700.0	90.18	359.62	12,314.4	5,023.6	-348.8	5,033.5	0.00	0.00	0.00
17,700.0	90.18	359.62	12,313.7	5,123.6	-349.4	5,033.5	0.00	0.00	0.00

Survey Report

Company: DELAWARE BASIN EAST
Project: BULLDOG PROSPECT (NM-E)
Site: QUESO FED COM PROJECT
Well: QUESO FED COM #603H

Wellbore: OWB

Design: PWP1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method: Database:

Well QUESO FED COM #603H *KB=30' @ 3679.4usft (TBD) *KB=30' @ 3679.4usft (TBD)

Grid

ned 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)
17,900.0	90.18	359.62	12,313.4	5,223.6	-350.1	5,233.4	0.00	0.00	0.00
18,000.0	90.18	359.62	12,313.1	5,323.6	-350.8	5,333.4	0.00	0.00	0.00
18,100.0	90.18	359.62	12,312.8	5,423.6	-351.4	5,433.3	0.00	0.00	0.00
18,200.0	90.18	359.62	12,312.5	5,523.6	-352.1	5,533.3	0.00	0.00	0.00
18,300.0	90.18	359.62	12,312.2	5,623.6	-352.7	5,633.2	0.00	0.00	0.00
18,400.0	90.18	359.62	12,311.8	5,723.6	-353.4	5,733.1	0.00	0.00	0.00
18,500.0	90.18	359.62	12,311.5	5,823.6	-354.1	5,833.1	0.00	0.00	0.00
18,600.0	90.18	359.62	12,311.2	5,923.6	-354.7	5,933.0	0.00	0.00	0.00
18,700.0	90.18	359.62	12,311.2	6,023.6	-355.4	6,033.0	0.00	0.00	0.00
18,800.0	90.18	359.62	12,310.9	6,123.6	-356.1	6,132.9	0.00	0.00	0.00
18,900.0	90.18	359.62	12,310.3	6,223.6	-356.7	6,232.9	0.00	0.00	0.00
19,000.0	90.18	359.62	12,310.0	6,323.6	-357.4	6,332.8	0.00	0.00	0.00
19,100.0	90.18	359.62	12,309.6	6,423.6	-358.0	6,432.8	0.00	0.00	0.00
19,200.0	90.18	359.62	12,309.3	6,523.6	-358.7	6,532.7	0.00	0.00	0.00
19,300.0	90.18	359.62	12,309.0	6,623.6	-359.4	6,632.6	0.00	0.00	0.00
19,400.0	90.18	359.62	12,308.7	6,723.6	-360.0	6,732.6	0.00	0.00	0.00
19,500.0	90.18	359.62	12,308.4	6,823.6	-360.7	6,832.5	0.00	0.00	0.00
19,600.0	90.18	359.62	12,308.1	6,923.6	-361.4	6,932.5	0.00	0.00	0.00
19,700.0	90.18	359.62	12,307.8	7,023.6	-362.0	7,032.4	0.00	0.00	0.00
19,800.0	90.18	359.62	12,307.4	7,123.6	-362.7	7,132.4	0.00	0.00	0.00
19,900.0	90.18	359.62	12,307.1	7,123.6	-363.4	7,132.4	0.00	0.00	0.00
00 000 0	00.40	050.00	40.000.0	7 000 0	0040	7,000,0	0.00	0.00	0.00
20,000.0	90.18	359.62	12,306.8	7,323.6	-364.0	7,332.3	0.00	0.00	0.00
20,100.0	90.18	359.62	12,306.5	7,423.6	-364.7	7,432.2	0.00	0.00	0.00
20,200.0	90.18	359.62	12,306.2	7,523.6	-365.3	7,532.1	0.00	0.00	0.00
20,300.0	90.18	359.62	12,305.9	7,623.6	-366.0	7,632.1	0.00	0.00	0.00
20,400.0	90.18	359.62	12,305.6	7,723.6	-366.7	7,732.0	0.00	0.00	0.00
20,500.0	90.18	359.62	12,305.2	7,823.6	-367.3	7,832.0	0.00	0.00	0.00
20,600.0	90.18	359.62	12,304.9	7,923.6	-368.0	7,931.9	0.00	0.00	0.00
20,700.0	90.18	359.62	12,304.6	8,023.5	-368.7	8,031.9	0.00	0.00	0.00
20,800.0	90.18	359.62	12,304.3	8,123.5	-369.3	8,131.8	0.00	0.00	0.00
20,900.0	90.18	359.62	12,304.0	8,223.5	-370.0	8,231.8	0.00	0.00	0.00
21,000.0	90.18	359.62	12,303.7	8,323.5	-370.6	8,331.7	0.00	0.00	0.00
21,100.0	90.18	359.62	12,303.4	8,423.5	-371.3	8,431.6	0.00	0.00	0.00
21,200.0	90.18	359.62	12,303.0	8,523.5	-372.0	8,531.6	0.00	0.00	0.00
21,300.0	90.18	359.62	12,302.7	8,623.5	-372.6	8,631.5	0.00	0.00	0.00
21,400.0	90.18	359.62	12,302.4	8,723.5	-373.3	8,731.5	0.00	0.00	0.00
24 500 0	00.40	250.60	10 200 4	0 000 5	274.0	0 024 4	0.00	0.00	0.00
21,500.0	90.18	359.62	12,302.1	8,823.5	-374.0	8,831.4	0.00	0.00	0.00
21,600.0	90.18	359.62	12,301.8	8,923.5	-374.6	8,931.4	0.00	0.00	0.00
21,700.0	90.18	359.62	12,301.5	9,023.5	-375.3	9,031.3	0.00	0.00	0.00
21,800.0	90.18	359.62	12,301.2	9,123.5	-375.9	9,131.3	0.00	0.00	0.00
21,900.0	90.18	359.62	12,300.9	9,223.5	-376.6	9,231.2	0.00	0.00	0.00
22,000.0	90.18	359.62	12,300.5	9,323.5	-377.3	9,331.1	0.00	0.00	0.00
22,100.0	90.18	359.62	12,300.2	9,423.5	-377.9	9,431.1	0.00	0.00	0.00

Survey Report

Company: DELAWARE BASIN EAST
Project: BULLDOG PROSPECT (NM-E)
Site: QUESO FED COM PROJECT
Well: QUESO FED COM #603H

Wellbore: OWB
Design: PWP1

Local Co-ordinate Reference:

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Survey Calculation Method: Database:

Well QUESO FED COM#603H

*KB=30' @ 3679.4usft (TBD)
*KB=30' @ 3679.4usft (TBD)

Grid

Planned Surve	еу									
Measur Depth (usft)	1 I	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
22,17		90.18	359.62	12,300.0	9,494.4	-378.4	9,501.9	0.00	0.00	0.00
TD at	22170.	.9								

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
LTP (QUESO FED C - plan misses targ - Point			12,300.0 22100.0usf	9,444.4 t MD (12300	-378.1 .2 TVD, 942	467,249.60 3.5 N, -377.9 E)	719,020.10	32° 16' 57.349 N	103° 37' 28.669 W
PBHL (QUESO FED - plan hits target of - Rectangle (side	center		12,300.0 0.0)	9,494.4	-378.4	467,299.60	719,019.80	32° 16' 57.844 N	103° 37' 28.669 W
FTP (QUESO FED C - plan misses targ - Circle (radius 50	get center by		12,330.0 t 12100.0us	-918.5 sft MD (1206	-309.1 6.0 TVD, -47	456,886.70 74.6 N, -312.3 E)	719,089.10	32° 15' 14.798 N	103° 37' 28.663 W

Plan Annotations				
Measured	Vertical	Local Coor		
Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
2500	2500	0	0	Start Build 2.00
2750	2750	-9	-6	Start 6631.9 hold at 2750.0 MD
9382	9356	-506	-301	Start Drop -1.00
9882	9856	-525	-312	Start 1996.8 hold at 9881.9 MD
11,879	11,853	-525	-312	Start DLS 12.00 TFO 359.62
12,630	12,330	-46	-315	Start 9540.7 hold at 12630.2 MD
22,171	12,300	9494	-378	TD at 22170.9

Checked By:	Approved By:	Date:	
Checked by.	7 tpproved by.	Duto.	

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: | COG

LEASE NO.: | NMLC063228

LOCATION: | Section 23, T.26 S., R.34 E., NMPM

COUNTY: Lea County, New Mexico

WELL NAME & NO.: Queso Fed Com 603H SURFACE HOLE FOOTAGE: 1015'/S & 1335'/E BOTTOM HOLE FOOTAGE 50'/N & 1650'/E

COA

H2S	O Yes	⊙ No	
Potash	None	© Secretary	© R-111-P
Cave/Karst Potential	• Low	© Medium	C High
Cave/Karst Potential	Critical Critical		
Variance	O 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

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 1350 feet (a minimum of 25 feet (Lea 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. **Excess** calculates to 22%. Additional cement maybe requried.

Wait on cement (WOC) time for a primary cement job is to include the tail cement slurry due to cave/karst.

Option 2:

Operator is approved to use DV Tool, the depth may be adjusted as long as the cement is changed proportionally. Operator shall contact BLM before using DV Tool.

- 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. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 5000 (5M) psi.
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.

- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

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 Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. 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 intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

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.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:

- a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
- b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
- e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 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. In potash areas, 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. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
 - c. 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).

- d. 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.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. 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.
- g. 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.
- h. 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.

ZS032222

COG PRODUCTION 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. <u>H2S SAFETY EQUIPMENT AND SYSTEMS</u>

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.

- 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 PRODUCTION 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.

WARNING

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 PRODUCTION LLC

1-575-748-6940

EMERGENCY CALL LIST

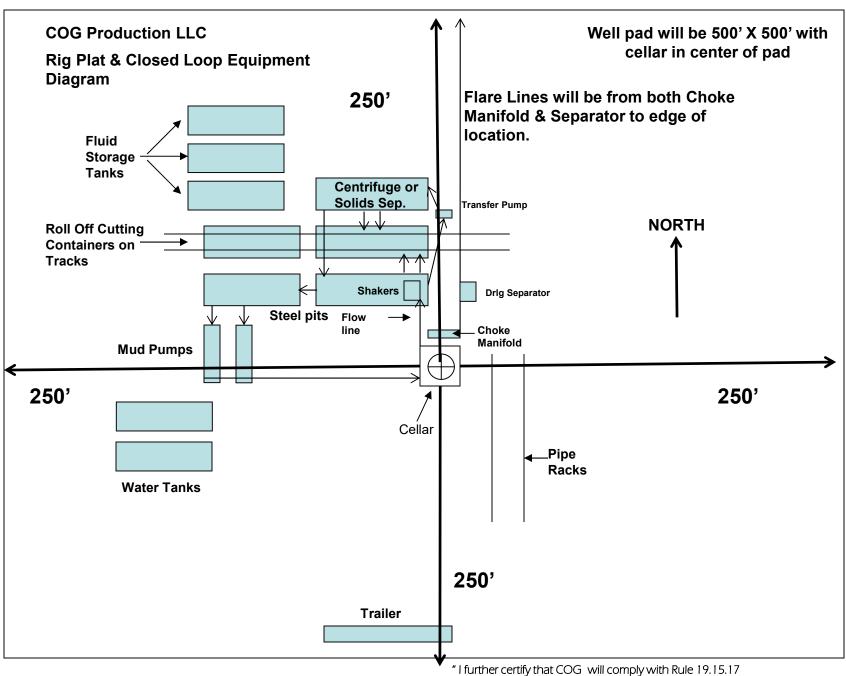
OFFICE MOBILE

COG PRODUCTION LLC OFFICE 575-748-6940

PARKER SIMMONS 432-250-8045 432-250-8045

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



NMAC by using a Closed Loop System."

1. Geologic Formations

TVD of target	12,330' EOL	Pilot hole depth	NA
MD at TD:	22,170'	Deepest expected fresh water:	556'

Formation	Depth (TVD) from KB	Water/Mineral Bearing/ Target Zone?	Hazards*
Quaternary Fill	Surface	Water	
Rustler	1232	Water	
Top of Salt	1751	Salt	
Base of Salt	4765	Salt	
Lamar	5059	Salt Water	
Bell Canyon	5117	Salt Water	
Cherry Canyon	5902	Oil/Gas	
Brushy Canyon	7434	Oil/Gas	
Bone Spring Lime	8858	Oil/Gas	
1st Bone Spring Sand	10039	Oil/Gas	
2nd Bone Spring Sand	10659	Oil/Gas	
3rd Bone Spring Sand	11886	Oil/Gas	
Wolfcamp A	12236	Target	
Wolfcamp B	0	Not Penetrated	
Wolfcamp D	0	Not Penetrated	

2. Casing Program

Hole Size	Casing	ınterval	Csg. Size	Weight	Grade	Conn.	SF	SF Burst	SF	SF
TIOIC GIZE	From	То	O3g. Oize	(lbs)	Ordae	001111.	Collapse	or Burst	Body	Joint
14.75"	0	1350	10.75"	45.5	N80	BTC	4.00	1.67	16.93	17.86
9.875"	0	8500	7.625"	29.7	HCL80	BTC	1.56	1.08	2.88	2.90
8.750"	8500	11800	7.625"	29.7	P110 RY	W 513	1.33	1.44	2.68	1.61
6.75"	0	11300	5.5"	23	P110	BTC	1.98	2.34	2.80	2.79
6.75"	11300	22,170	5.5"	23	P110	Talon	1.81	2.14	2.57	2.49
_				BLM Minimum Safety Factor			1.125	1	1.6 Dry 1.8 Wet	1.6 Dry 1.8 Wet

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

The 5 1/2" talon casing will be run back 200' into the intermediate casing to ensure the coupling OD clearance is greater than .422" for the cement bond tie in.

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Υ
Does casing meet API specifications? If no, attach casing specification sheet.	Υ
Is premium or uncommon casing planned? If yes attach casing specification sheet.	Υ
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Υ
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Υ
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?	
	N1
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	# Sks	Wt. lb/ gal	Yld ft3/	H₂0 gal/sk	500# Comp. Strength (hours)	Slurry Description
Surf.	644	13.5	1.75	9	12	Lead: Class C + 4% Gel + 1% CaCl2
Suii.	250	14.8	1.34	6.34	8	Tail: Class C + 2% CaCl2
Inter.	840	10.3	3.3	22	24	Halliburton tunded light
Stage 1	250	14.8	1.35	6.6	8	Tail: Class H
Prod	524	12.7	2	10.7	72	Lead: 50:50:10 H Blend
FIOU	1025	14.4	1.24	5.7	19	Tail: 50:50:2 Class H Blend

If losses are encountered in the intermediate section a DV/ECP tool will be run ~50' above the Lamar Lime top, cement will be adjusted accordingly if this contingency is necessary.

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	11,300'	35% OH in Lateral (KOP to EOL)

4. Pressure Control Equipment

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

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре		x	Tested to:			
			Ann	ular	Х	2500psi			
			Blind	Ram	Х				
9-7/8"	13-5/8"	5M	Pipe Ram		Х	5000psi			
							Double	e Ram	Х
			Other*						
			5M Aı	nnular	Х	5000psi			
			Blind	Ram	Χ				
6-3/4"	13-5/8"	10M	Pipe Ram		Х	10000psi			
			Double	e Ram	Х	τουσυμεί			
			Other*						

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

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

	Formation integrity test will be performed per Onshore Order #2.
Y	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	Туре	Weight	Viscosity	Water Loss
From	То	Type	(ppg)	Viscosity	Water Loss
0	Surf. Shoe	FW Gel	8.6 - 8.8	28-34	N/C
Surf csg	7-5/8" Int shoe	Brine Diesel Emulsion	8.4 - 9	28-34	N/C
7-5/8" Int shoe	Lateral TD	ОВМ	9.6 - 12.5	35-45	<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	
---	--

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.
Y	No 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)
Υ	Mud log	Intermediate shoe to TD
N	PEX	

7. Drilling Conditions

Condition	Specify what type and where?	
BH Pressure at deepest TVD	8015 psi at 12330' TVD	
Abnormal Temperature	NO 180 Deg. F.	

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

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

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

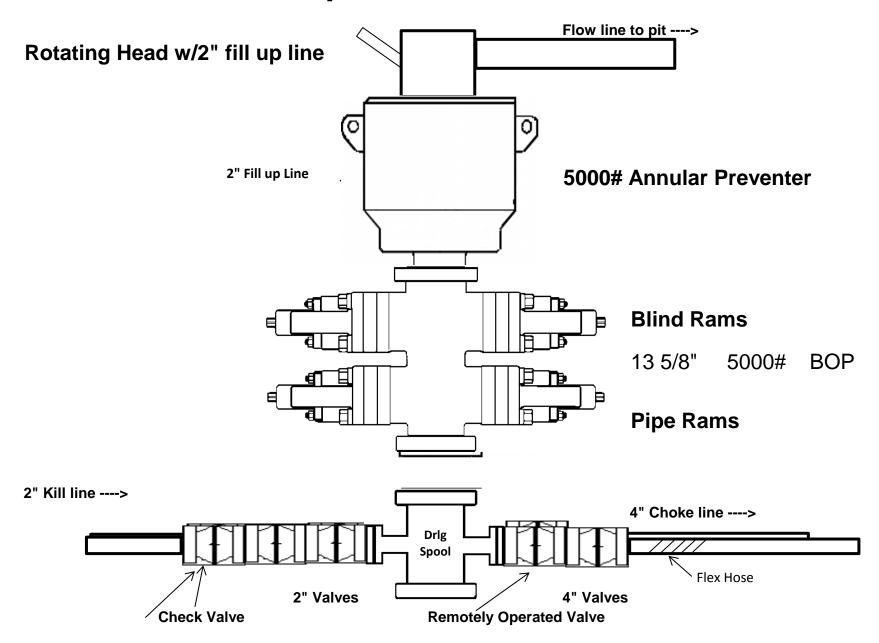
N	H2S is present
Y	H2S Plan attached

8. Other Facets of Operation

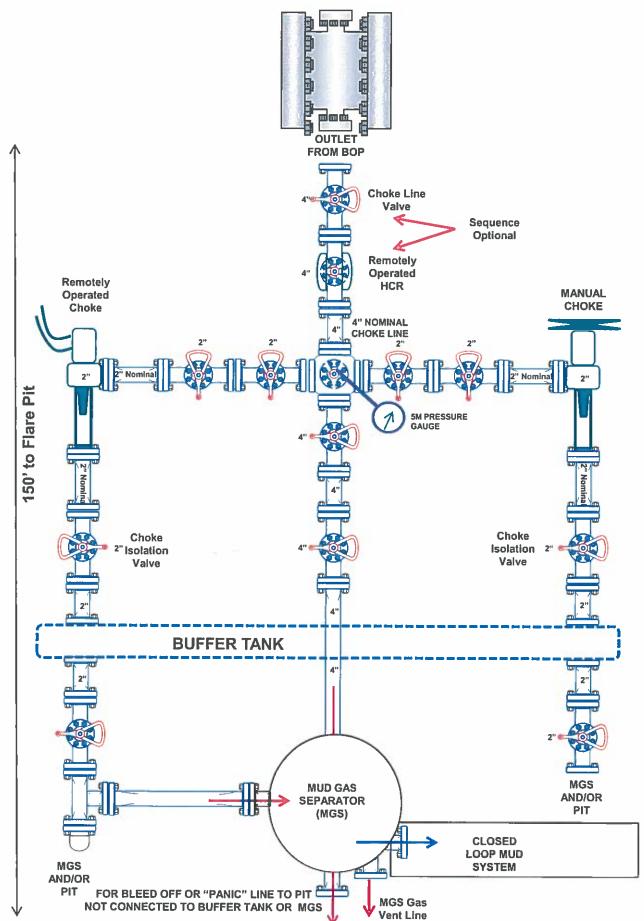
Y	Is it a walking operation?
Y	Is casing pre-set?

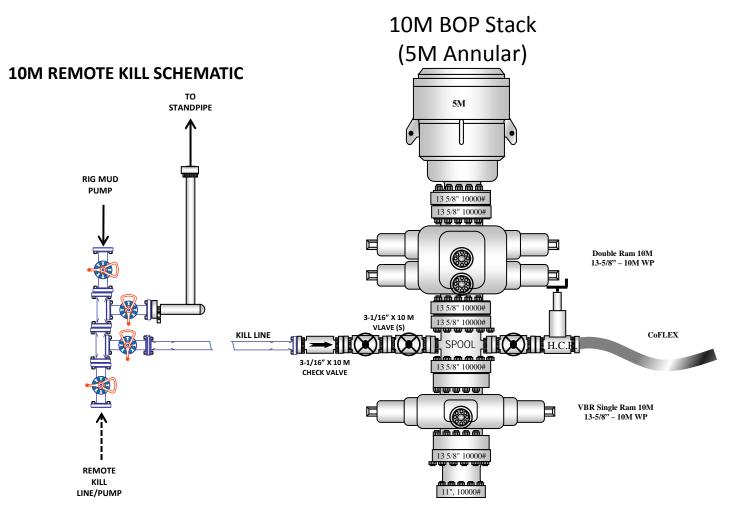
х	H2S Plan.
х	BOP & Choke Schematics.
х	Directional Plan

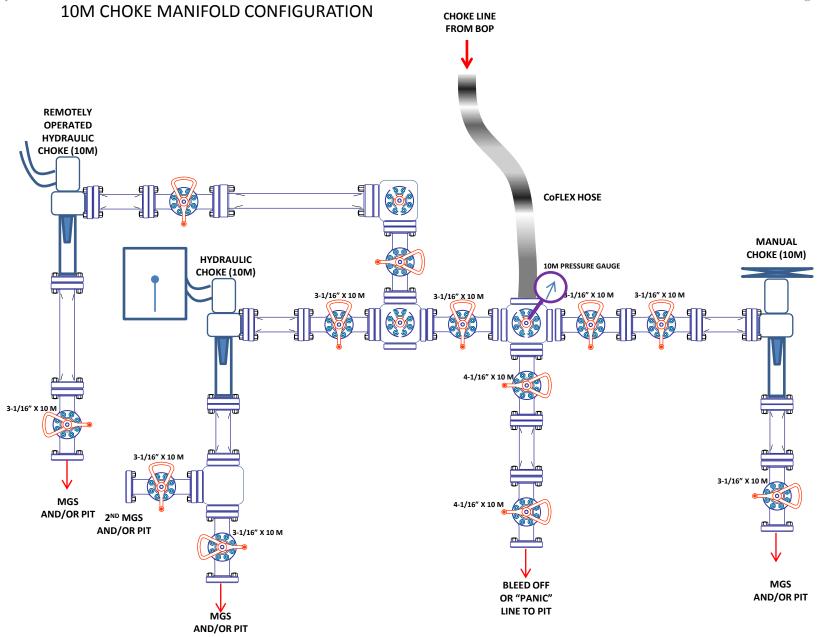
5,000 psi BOP Schematic



5M Choke Manifold Equipment (WITH MGS + CLOSED LOOP)







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

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 103389

CONDITIONS

Operator:	OGRID:
COG PRODUCTION, LLC	217955
600 W. Illinois Ave	Action Number:
Midland, TX 79701	103389
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

CONDITIONS

Created By	Condition	
pkautz	pkautz Will require a File As Drilled C-102 and a Directional Survey with the C-104	
pkautz	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	5/16/2022
pkautz	pkautz 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	
pkautz	Cement is required to circulate on both surface and intermediate1 strings of casing	5/16/2022