

District I

1625 N. French Dr. Hobbs, NM 88240
Phone (575) 393-6161 Fax (575) 393-0720

District II

811 S. First St. Artesia, NM 88210
Phone (575) 748-1283 Fax (575) 748-9720

District III

1000 Rio Brazos Rd. Aztec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170

District IV

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

State of New Mexico
Energy, Minerals and Natural Resources

HOBBS OCD

Oil Conservation Division **AUG 22 2011**

1220 S. St Francis Dr.

Santa Fe, NM 87505

RECEIVED

Form C-101

August 1, 2011

Permit 130858

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

1. Operator Name and Address COG OPERATING LLC 550 W TEXAS MIDLAND, TX 79701		2. OGRID Number 229137
		3. API Number 30-015-39322
4. Property Code 38758	5. Property Name BIG BOY STATE	6. Well No. 003

7. Surface Location

UT. - 101	Section	Township	Range	Foot Idn	Feet From	N/S Line	Feet From	E/W Line	County
M	36	17S	27E	M	840	S	425	W	EDDY

8. Pool Information

RED LAKE GLORIETA YESO, NORTHEAST	96836
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Additional Well Information

9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3641
14. Multiple N	15. Proposed Depth 5000	16. Formation Yeso Formation	17. Contractor	18. Spud Date 10/30/2011
Depth to Ground water 110		Distance from nearest fresh water well > 1000		Distance to nearest surface water > 1000

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17	13.375	48	250	400	0
Int	11	8.625	24	850	400	0
Prod	7.875	5.5	17	5000	900	0

Casing/Cement Program: Additional Comments

COG proposes to drill an 17" hole to 250' w/lt wtr mud system, wt 8.5, vis 28, set 13-3/8" casing & cement to surface. Drill an 11" or 12-1/4" hole to 850' w/brine mud system, wt 10, vis 30, set 8-5/8" casing & cement to surface. Drill 7-7/8" hole to 5000' w/cut brine mud system, wt 9.1, vis 29-32. Test Yeso formation. Run 5-1/2" casing & cement to surface. Note: On production string, a caliper will be run. COG will attempt to circulate cement.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	2000	2000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOC guidelines ☒ a general permit ☐ , or an (attached) alternative OCD-approved plan ☐ .	OIL CONSERVATION DIVISION	
	Approved By: Randy Dade	
	Printed Name: Electronically filed by Diane Kuykendall	
	Title: District Supervisor	
Title: Production Reporting Mgr	Approved Date: 8/18/2011	Expiration Date: 8/18/2013

AUG 22 2011

Email Address dkuykendall@conchoresources.com		
Date 8/16/2011	Phone 432-683-7443	Conditions of Approval Attached

AUG 22 2011

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

Form C-102
August 1, 2011

Permit 130858

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-39322	2. Pool Code 96836	3. Pool Name RED LAKE, GLORIETA YESO, NORTHEAST
4. Property Code 38758	5. Property Name BIG BOY STATE	6. Well No 003
7. OGRID No 229137	8. Operator Name COG OPERATING LLC	9. Elevation 3641

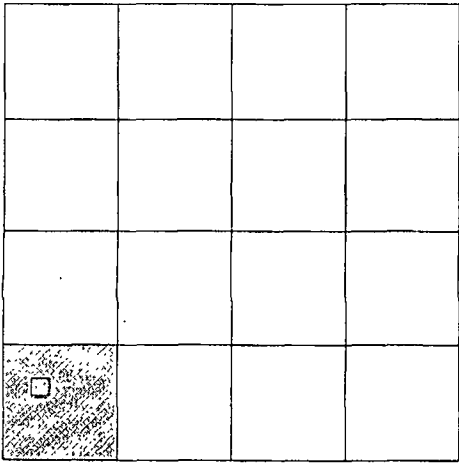
10. Surface Location

UT - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
M	36	17S	27E		840	S	425	W	EDDY

11. Bottom Hole Location If Different From Surface

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

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

	OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i> E-Signed By: Drane Kuykendall Title: Production Reporting Mgr Date: 8/16/2011 SURVEYOR CERTIFICATION <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i> Surveyed By: Ronald Eidson Date of Survey: 7/22/2011 Certificate Number: 3239
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Permit Conditions of Approval

Operator: COG OPERATING LLC , 229137

Well: BIG BOY STATE #003

API: 30-015-39322

OCD Reviewer	Condition
Artesia	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string

Permit Comments

Operator: COG OPERATING LLC , 229137

Well: BIG BOY STATE #003

API:

Created By	Comment	Comment Date
kholly1	H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required	4/27/2011
Artesia	LAND S/S	8/18/2011