

NM OIL CONSERVATION
ARTESIA DISTRICT

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

AUG 02 2016

APPLICATION FOR PERMIT TO DRILL OR REENTER

ATS-15-990

FORM APPROVED
OMB No. 1004-0137
Expires October 31, 2014

5. Lease Serial No.
SHL: NMNM023002, NMNM104685
BHL: NMNM099041
6. If Indian, Allottee or Tribe Name

1a. Type of Work: ☒ DRILL ☐ REENTER
1b. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other ☒ Single Zone ☐ Multiple Zone

2. Name of Operator

COG Operating LLC.

3a. Address
2208 West Main Street
Artesia, NM 88210

3b. Phone No. (include area code)
575-748-6940

7. If Unit or CA Agreement, Name and No.

8. Lease Name and Well No.
Spruce Goose Federal Com #2H

9. API Well No.
30-015-43878

10. Field and Pool, or Exploratory
Lusk; Bone Spring, North

4. Location of Well (Report location clearly and in accordance with any State requirements. *)
At surface 985' FNL & 390' FEL Unit Letter A (NENE) Sec. 12.T19S.R31E SHL
At proposed prod. Zone 330' FNL & 50' FEL Unit Letter A (NENE) Sec 7.T19S.R32E BHL

11. Sec., T.R.M. or Blk and Survey or Area
31
Sec. 12 - T19S - R22E

14. Distance in miles and direction from nearest town or post office*
Approximately 14 miles from Maljamar

12. County or Parish
Lea County
13. State
NM

15. Distance from proposed*
location to nearest
property or lease line, ft.
(Also to nearest drig. Unit line, if any) 50'

16. No. of acres in lease
NMNM023002: 600
NMNM104685: 443.40
NMNM099041: 160

17. Spacing Unit dedicated to this well
160.89

18. Distance from location*
to nearest well, drilling, completed, SHL: 708' BHL: 380'
applied for, on this lease, ft.

19. Proposed Depth
MD TVD
TVD: 14,550' MD: 9,300'

20. BLM/BIA Bond No. on file
NMB000740 & NMB000215

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
3626.2' GL

22. Approximate date work will start*
8/1/2016

23. Estimated duration
30 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature
Mayte Reyes

Name (Printed/Typed)
Mayte Reyes

Date
7-14-2016

Title
Regulatory Analyst

Approved by (Signature):
/s/George MacDonell

Name (Printed/Typed)

Date
JUL 29 2016

Title
FIELD MANAGER

Office

CARLSBAD FIELD OFFICE

Application approval does not warrant or certify that the applicant is in compliance with NMOCD Rule 5.9 prior to placing well on production.

subject lease which would entitle the applicant to
APPROVAL FOR TWO YEARS

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212
States any false, fictitious or fraudulent statements or representations.

make to any department or agency of the United States.

(Continued on page 2)

*(Instructions on page 2)

Capitan Controlled Water Basin

Approval Subject to General Requirements
& Special Stipulations Attached

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

Surface Use Plan
COG Operating LLC
Spruce Goose Federal Com #2H
SL: 985' FNL & 390' FEL UL A
Section 12, T19S, R31E
Eddy County, New Mexico
BHL: 330' FNL & 50' FEL UL A
Section 7, T19S, R32E
Lea County, New Mexico

OPERATOR CERTIFICATION

I hereby certify that I, or persons under my direct supervision, have inspected the drill site and access road proposed herein; that I am familiar with the conditions that presently 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 COG Operating LLC, 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. Executed this 14th day of July, 2016.

Signed: Mayte Reyes

Printed Name: Mayte Reyes

Position: Regulatory Analyst

Address: 2208 W. Main Street, Artesia, NM 88210

Telephone: (575) 748-6940

Field Representative (if not above signatory): Rand French

E-mail: mreyes1@concho.com

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) 478-3460 Fax: (505) 478-3462

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

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

15 API Number 30-025-43878	Pool Code 41450	Pool Name Lusk; Bone Spring, North
Property Code 316703	Property Name SPRUCE GOOSE FEDERAL COM	Well Number 2H
OGRID No. 229137	Operator Name COG OPERATING, LLC	Elevation 3626.2'

Surface Location

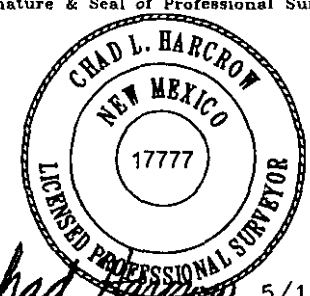
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	12	19-S	31-E		985	NORTH	390	EAST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	7	19-S	32-E		330	NORTH	50	EAST	LEA

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
160.89			

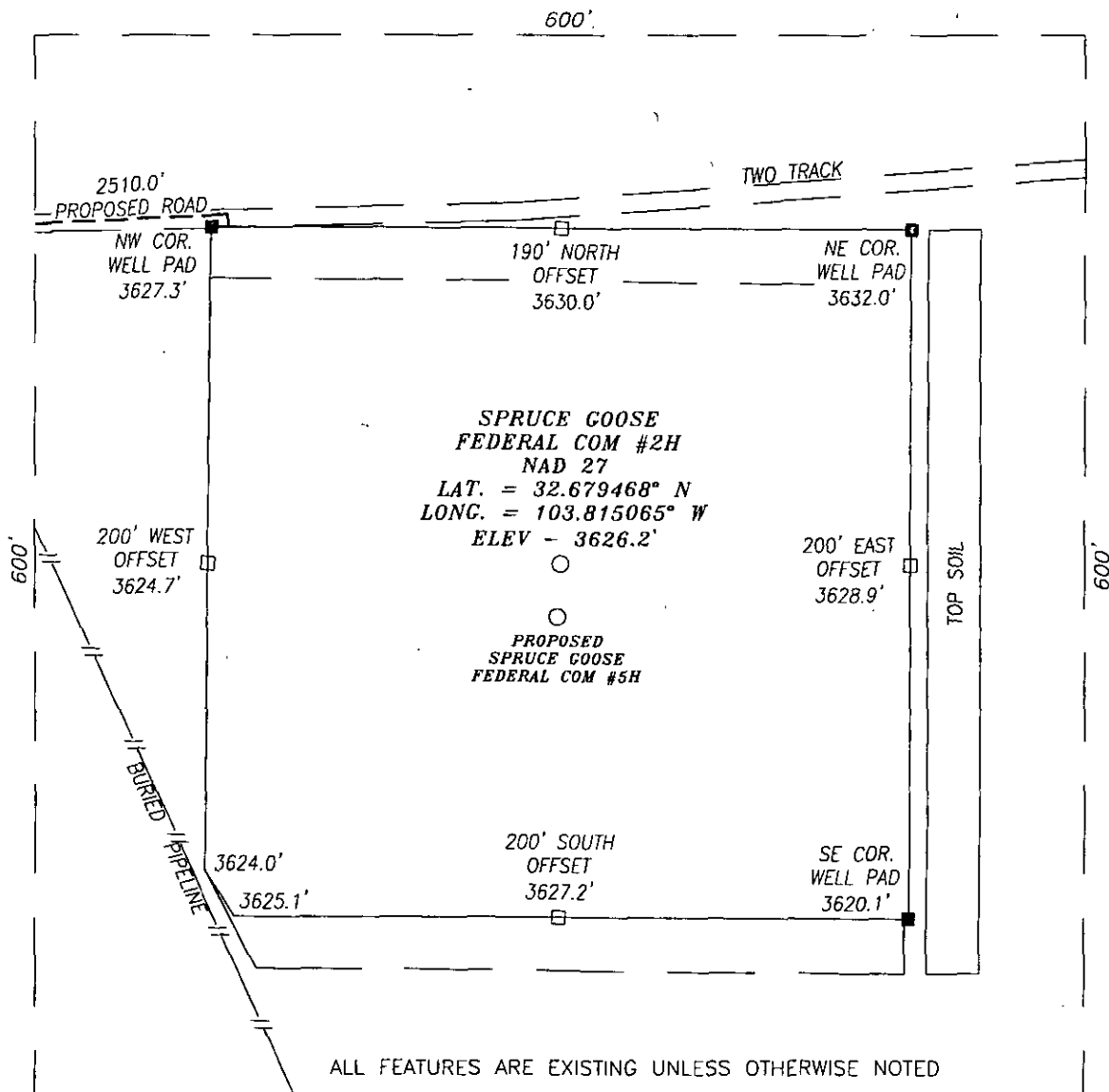
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

NAD 27 <u>SURFACE LOCATION</u> Y=611290.9 N X=659465.2 E LAT.=32.679468° N LONG.=103.815065° W As per LR2000 Lot 1 40.89 Ac NAD 27 <u>PROPOSED BOTTOM HOLE LOCATION</u> Y=611961.4 N X=665115.8 E LAT.=32.681233° N LONG.=103.796690° W NAD 27 Y=612291.5 N X=665163.6 E NMNM099041 NAD 27 Y=610957.7 N X=659857.6 E NAD 27 Y=610970.3 N X=665172.5 E GRID AZ. = 83°14'02" HORIZ. DIST. = 5690.2' PRODUCING AREA PROJECT AREA LOT 1 40.50 Ac LOT 2 40.51 Ac LOT 3 40.47 Ac LOT 4 40.45 Ac SECTION 12 SECTION 7 R 31 E R 32 E NMNM023002 NMNM104685 S.L. 390 B.H. 330'	OPERATOR CERTIFICATION I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. <u>Mayte Reyes</u> 7-14-16 Signature Date Mayte Reyes Printed Name mreyes1@concho.com E-mail Address SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. MAY 9, 2016 Date of Survey Signature & Seal of Professional Surveyor  <u>Chad Harcrow</u> 5/16/16 Certificate No. CHAD HARCROW 17777 W.O. # 16-322 DRAWN BY: AF
--	--

SECTION 12, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M.,

EDDY COUNTY

NEW MEXICO



DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF LUSK ROAD AND MALJAMAR RD. (CR-126A)
GO NORTH ON MALJAMAR RD. FOR APPROX. 1.5 MILES; THEN TURN LEFT
(SOUTHWEST) AND GO APPROX 0.3 MILES; THEN TURN RIGHT
(WESTNORTHWEST) AND GO 0.7 MILES; THEN TURN RIGHT (NORTHWEST)
AND GO 0.9 MILES TO A TWO TRACK ROAD; THEN TURN RIGHT (EAST)
AND GO APPROX. 0.5 MILES; PROPOSED WELL IS APPROX. 200 FEET
SOUTH.

CERTIFICATION

I, CHAD HARCROW, A NEW MEXICO REGISTERED PROFESSIONAL SURVEYOR CERTIFY
THAT I DIRECTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS
TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THIS
SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR SURVEYING IN NEW
MEXICO.



Chad Harcrow

CHAD HARCROW N.M.P.S. NO. 17777

5/16/16
DATE

HARCROW SURVEYING, LLC

2314 W. MAIN ST. ARTESIA, N.M. 88210

PH: (575) 746-2158 FAX: (575) 746-2158

c.harcrow@harcrowsurveying.com



100 0 100 200 Feet



Scale: 1"=100'

COG OPERATING, LLC

SPRUCE GOOSE FEDERAL COM #2H WELL
LOCATED 985 FEET FROM THE NORTH LINE
AND 390 FEET FROM THE EAST LINE OF SECTION 12,
TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M.,
EDDY COUNTY, NEW MEXICO

SURVEY DATE: MAY 9, 2016

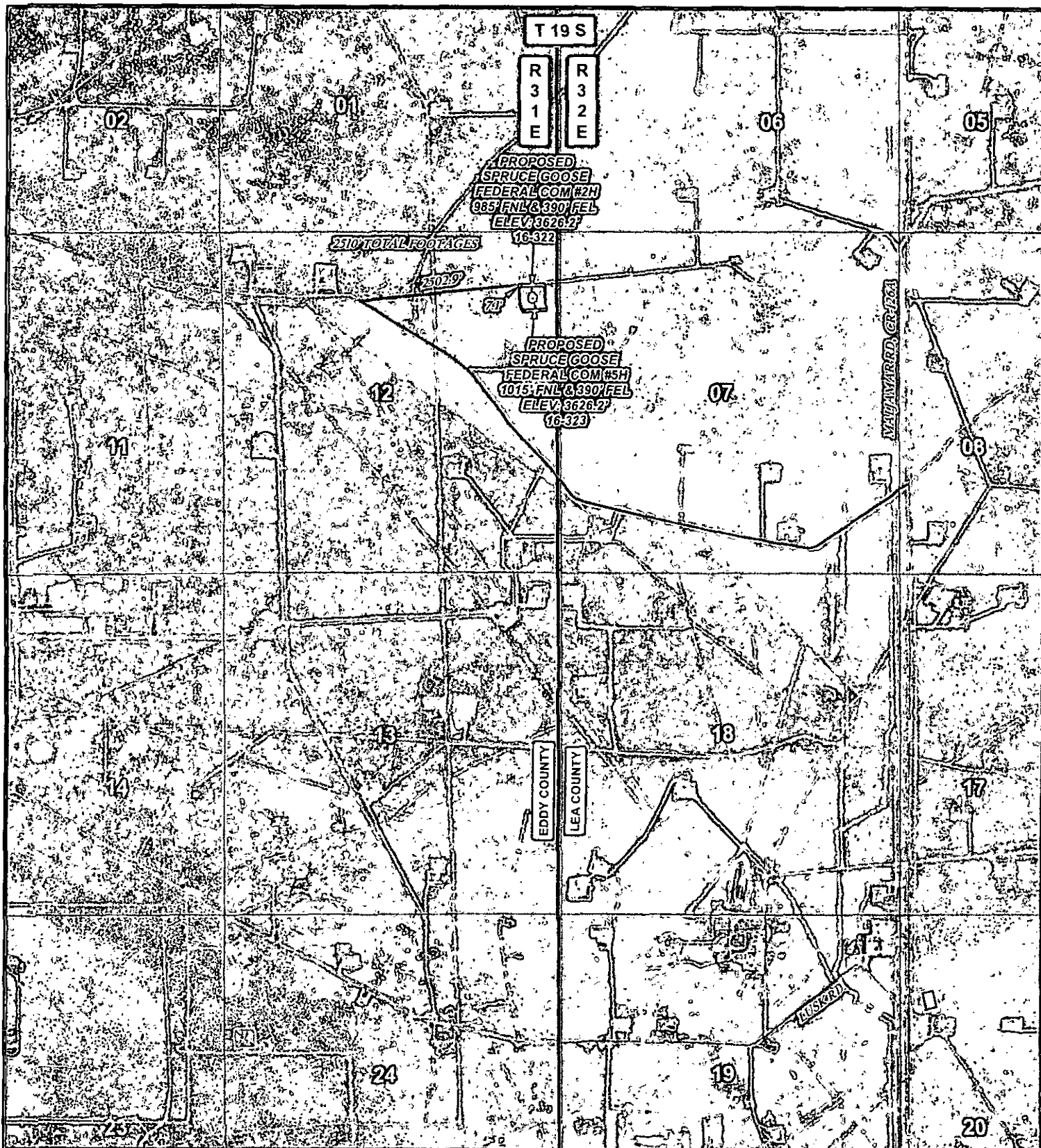
PAGE: 1 OF 1

DRAFTING DATE: MAY 12, 2016

APPROVED BY: CH

DRAWN BY: AF

FILE: 16-322

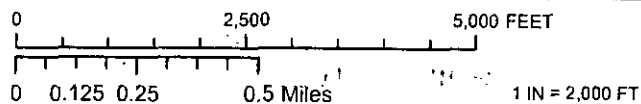


LEGEND

- WELL
- WELLPAD
- EXISTING ROAD
- PROPOSED ROAD

SPRUCE GOOSE FEDERAL COM'S

SECTION: 12	TOWNSHIP: 19 S.	RANGE: 31 E.
STATE: NEW MEXICO	COUNTY: EDDY	SURVEY: N.M.P.M
W.O. # 16-322,323	LEASE: SPRUCE GOOSE FED COM	



LOCATION MAP

IMAGERY

05/13/2016

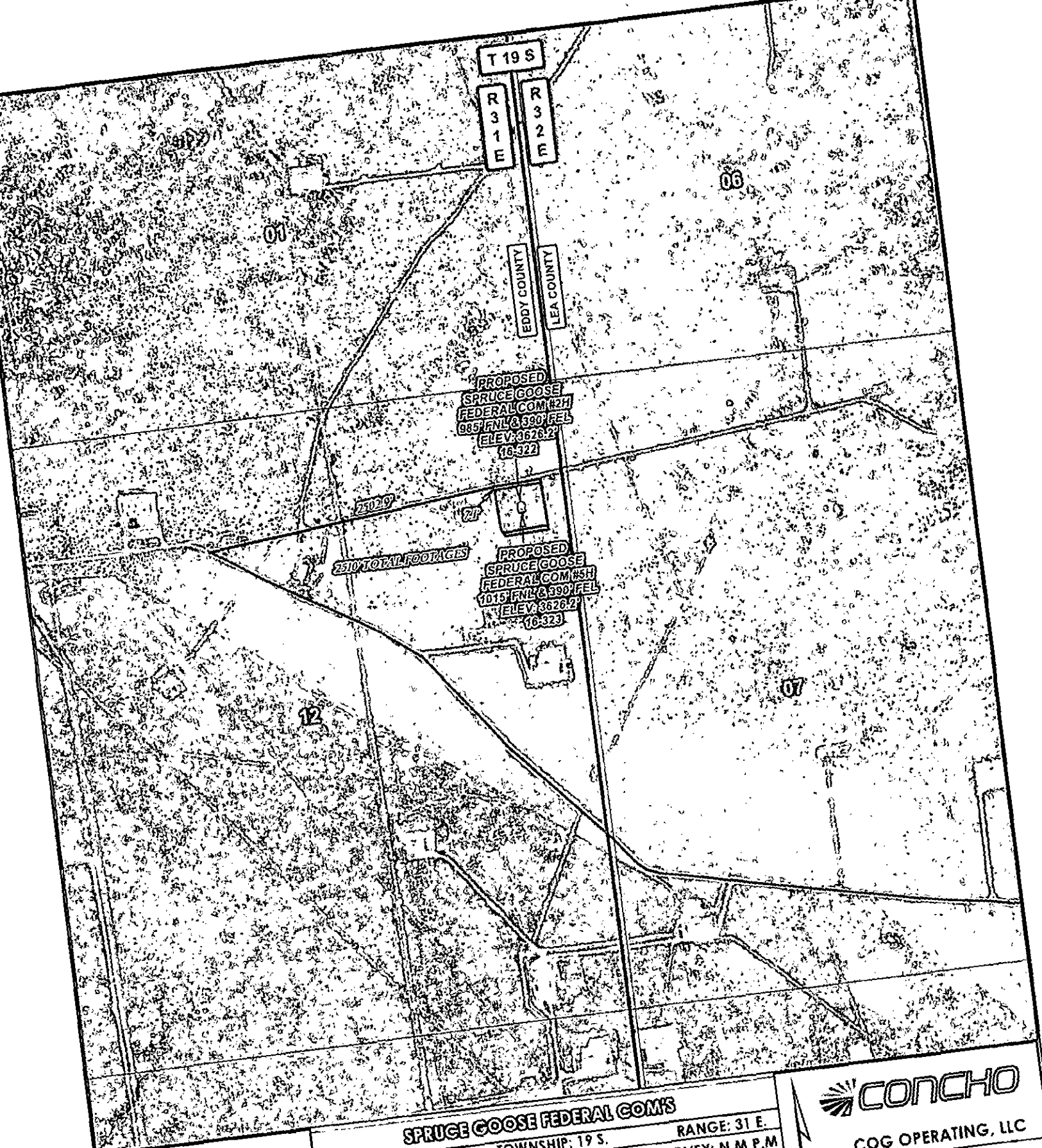
AF



COG OPERATING, LLC



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c.harcrow@harcrowsurveying.com

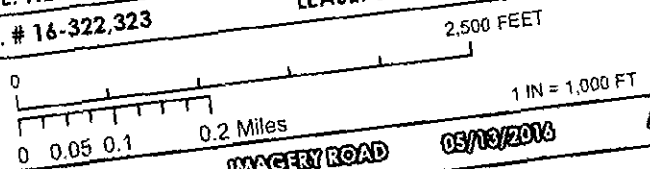


LEGEND

- WELL
- WELLPAD
- EXISTING ROAD
- PROPOSED ROAD

SPRUCE GOOSE FEDERAL COM'S

SECTION: 12 TOWNSHIP: 19 S. RANGE: 31 E.
 STATE: NEW MEXICO COUNTY: EDDY SURVEY: N.M.P.M.
 W.O. # 16-322,323 LEASE: SPRUCE GOOSE FED COM



LOCATION MAP

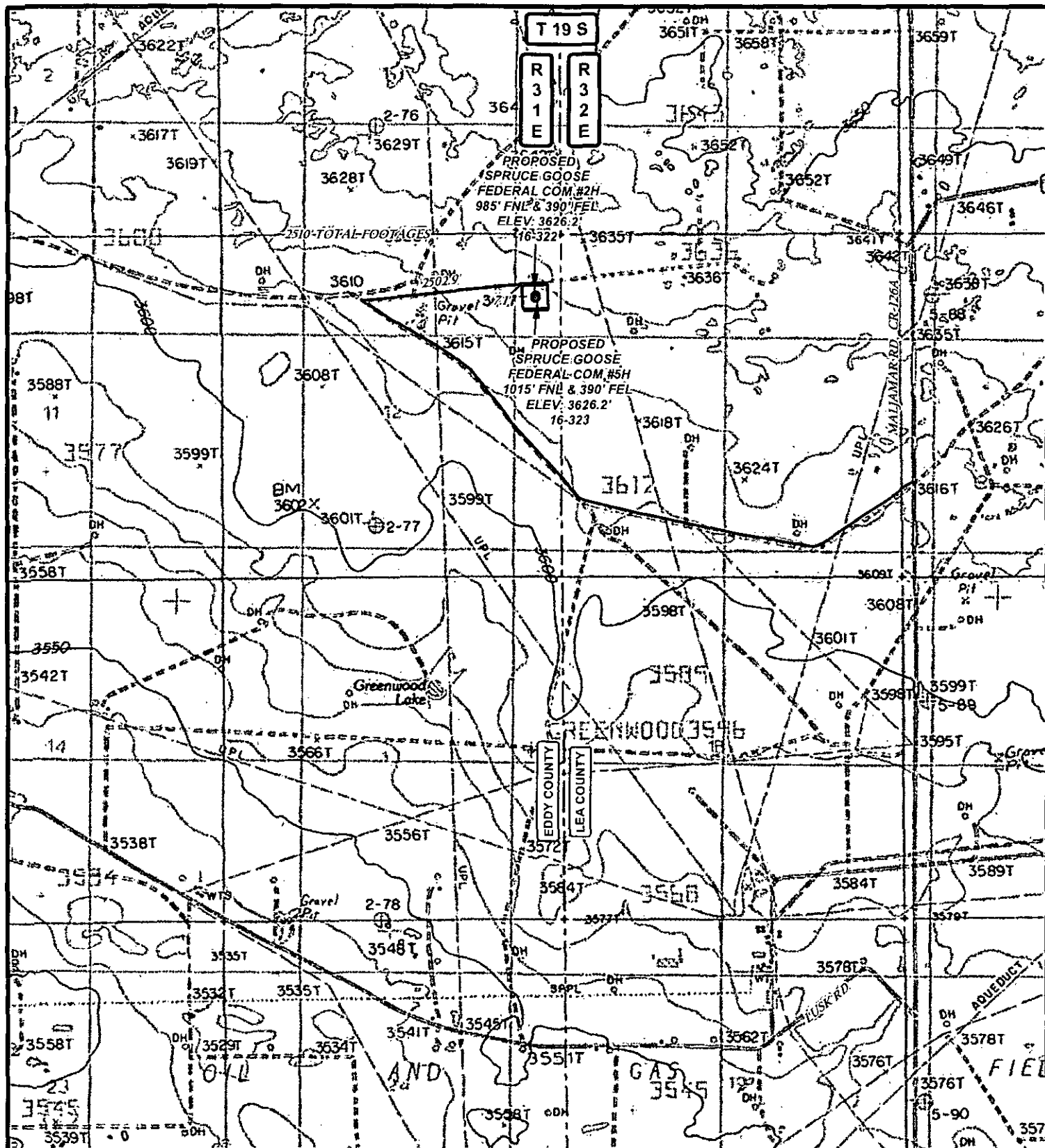
IMAGERY ROAD

05/13/2016

AF

CONCHO
 COG OPERATING, LLC

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 c.harcrow@harcrowsurveying.com



LEGEND

- WELL
- WELLPAD
- EXISTING ROAD
- PROPOSED ROAD

SPRUCE GOOSE FEDERAL COM'S

SECTION: 12 TOWNSHIP: 19 S. RANGE: 31 E.
 STATE: NEW MEXICO COUNTY: EDDY SURVEY: N.M.P.M
 W.O. # 16-322,323 LEASE: SPRUCE GOOSE FED COM

0 2,500 5,000 FEET

0 0.125 0.25 0.5 Miles 1 IN = 2,000 FT

LOCATION MAP

TOPO

05/13/2016

A.F



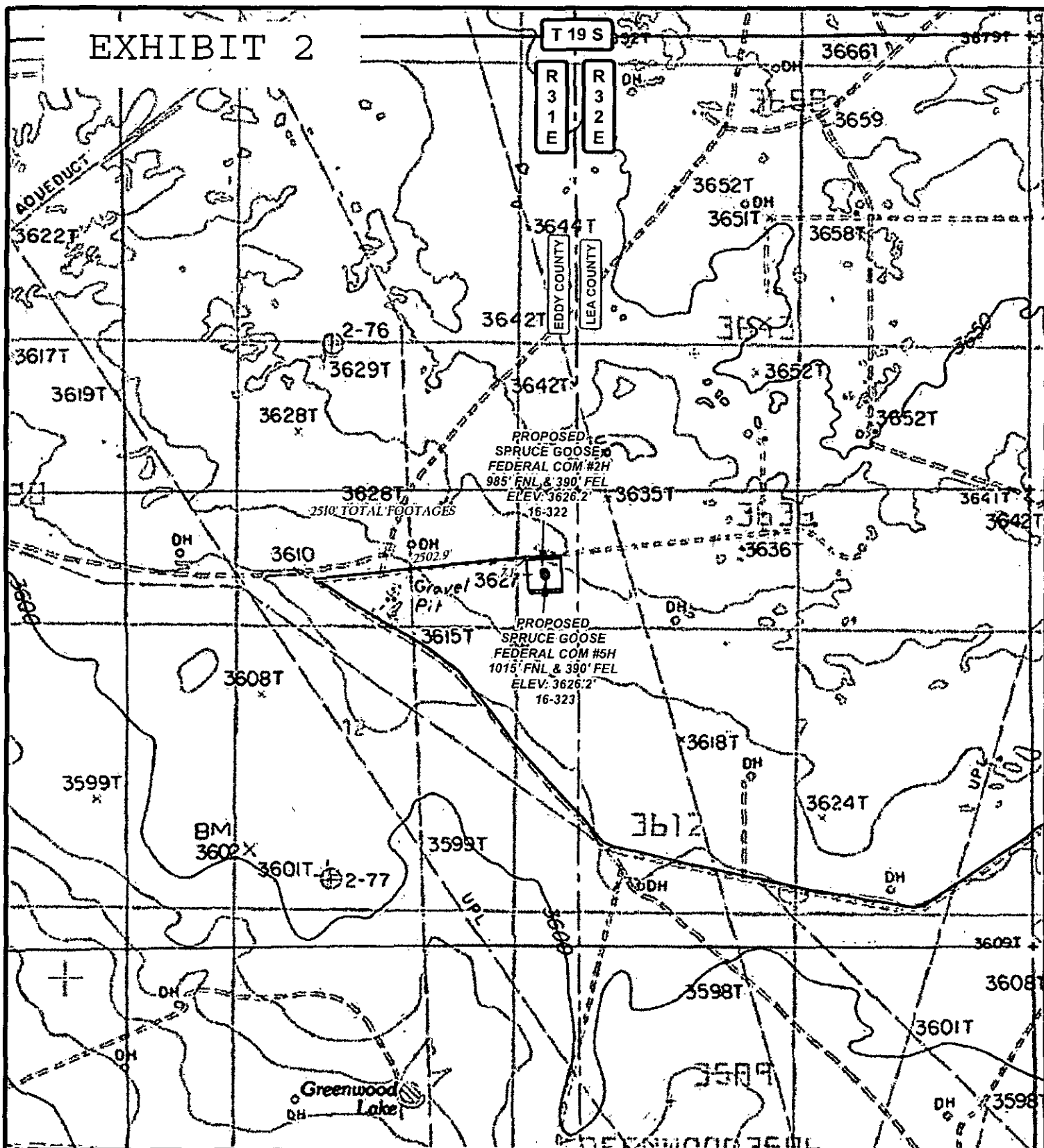
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 c.harcrow@harcrowsurveying.com

EXHIBIT 2



LEGEND

- WELL
- WELLPAD
- EXISTING ROAD
- PROPOSED ROAD

SPRUCE GOOSE FEDERAL COM'S

SECTION: 12 TOWNSHIP: 19 S. RANGE: 31 E.
 STATE: NEW MEXICO COUNTY: EDDY SURVEY: N.M.P.M
 W.O. # 16-322,323 LEASE: SPRUCE GOOSE FED COM

0 2,500 FEET

0 0.1 0.2 0.4 Miles

1 IN = 1,500 FT

LOCATION MAP

TOPO ROAD

05/13/2016

A.F

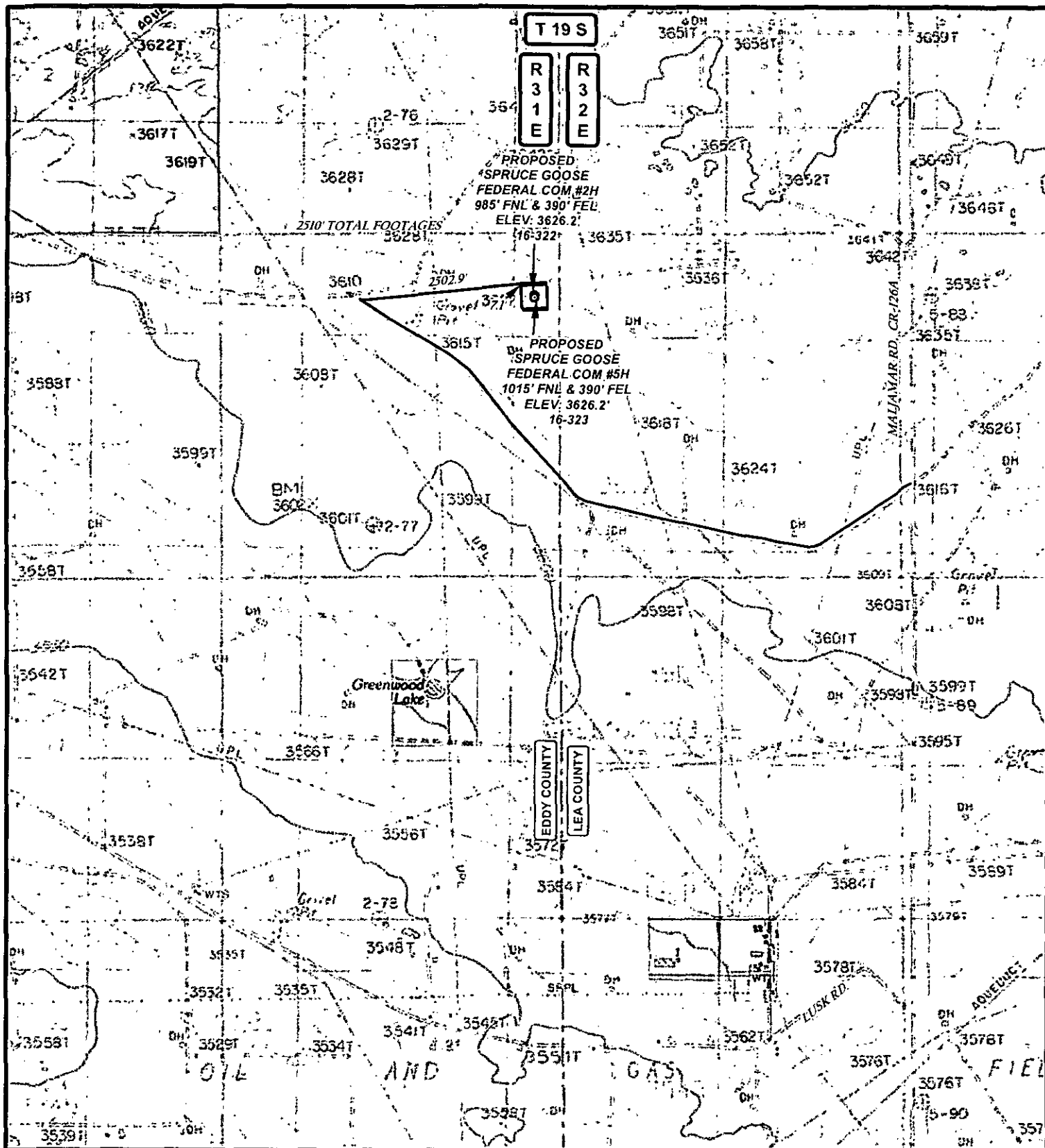
CONCHO

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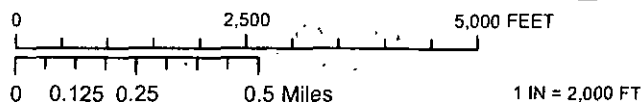


LEGEND

- WELL
- WELLPAD
- EXISTING ROAD
- PROPOSED ROAD
- PRIVATE
- STATE OF NM
- US BLM

SPRUCE GOOSE FEDERAL COM'S

SECTION: 12 TOWNSHIP: 19 S. RANGE: 31 E.
 STATE: NEW MEXICO COUNTY: EDDY SURVEY: N.M.P.M.
 W.O. # 16-322,323 LEASE: SPRUCE GOOSE FED COM



LOCATION MAP

LAND STATUS

05/13/2016

A.F

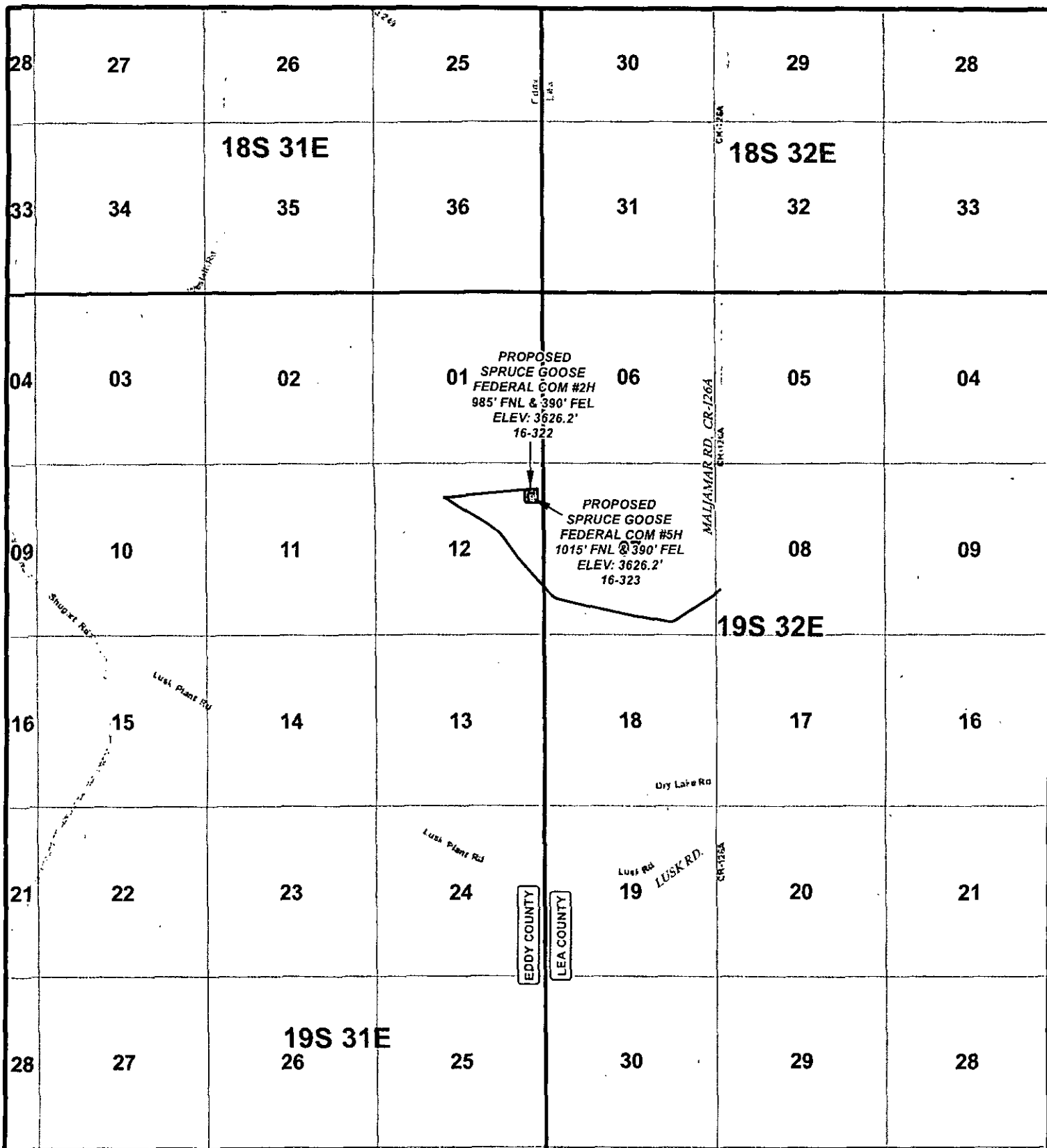


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 c.harcrow@harcrowsurveying.com



LEGEND

- WELL
- WELLPAD
- EXISTING ROAD
- PROPOSED ROAD

SPRUCE GOOSE FEDERAL COM'S

SECTION: 12 TOWNSHIP: 19 S. RANGE: 31 E.
 STATE: NEW MEXICO COUNTY: EDDY SURVEY: N.M.P.M
 W.O. # 16-322,323 LEASE: SPRUCE GOOSE FED COM

0 2,500 5,000 7,500 10,000 FEET

0 0.275 0.55 1.1 Miles

1 IN = 4,000 FT

VICINITY MAP

05/13/2016

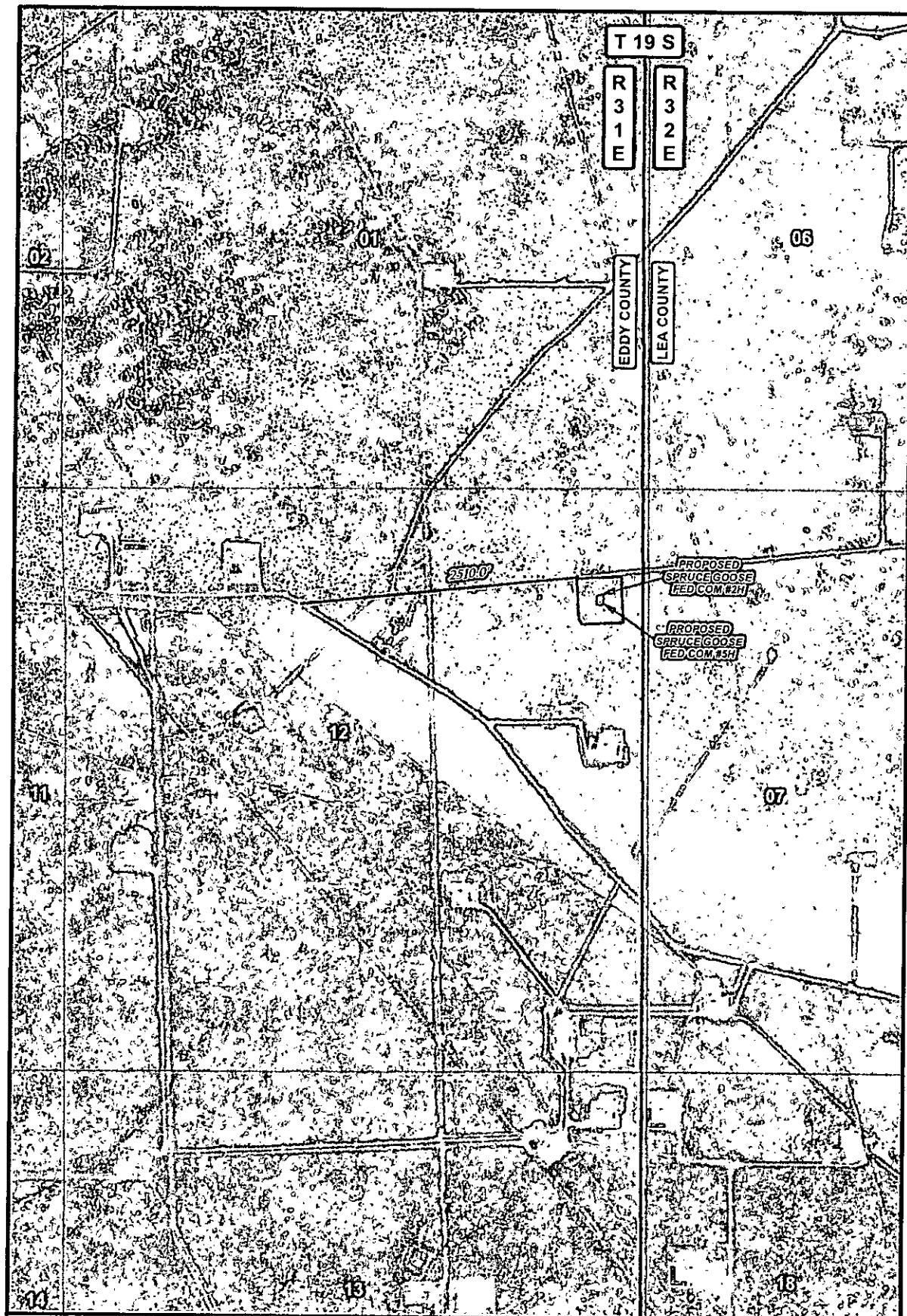
A.F.



COG OPERATING, LLC



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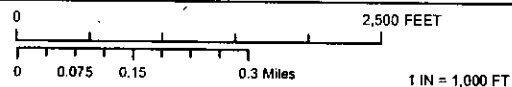


LEGEND

- WELL
- WELLPAD
- ACCESS ROAD

SPRUCE GOOSE FED COM #2H & #5H ACCESS ROAD

SECTION: 12 TOWNSHIP: 19 S. RANGE: 31 E.
 STATE: NEW MEXICO COUNTY: EDDY SURVEY: N.M.P.M
 W.O. # 16-385 LEASE: SPRUCE GOOSE FED COM



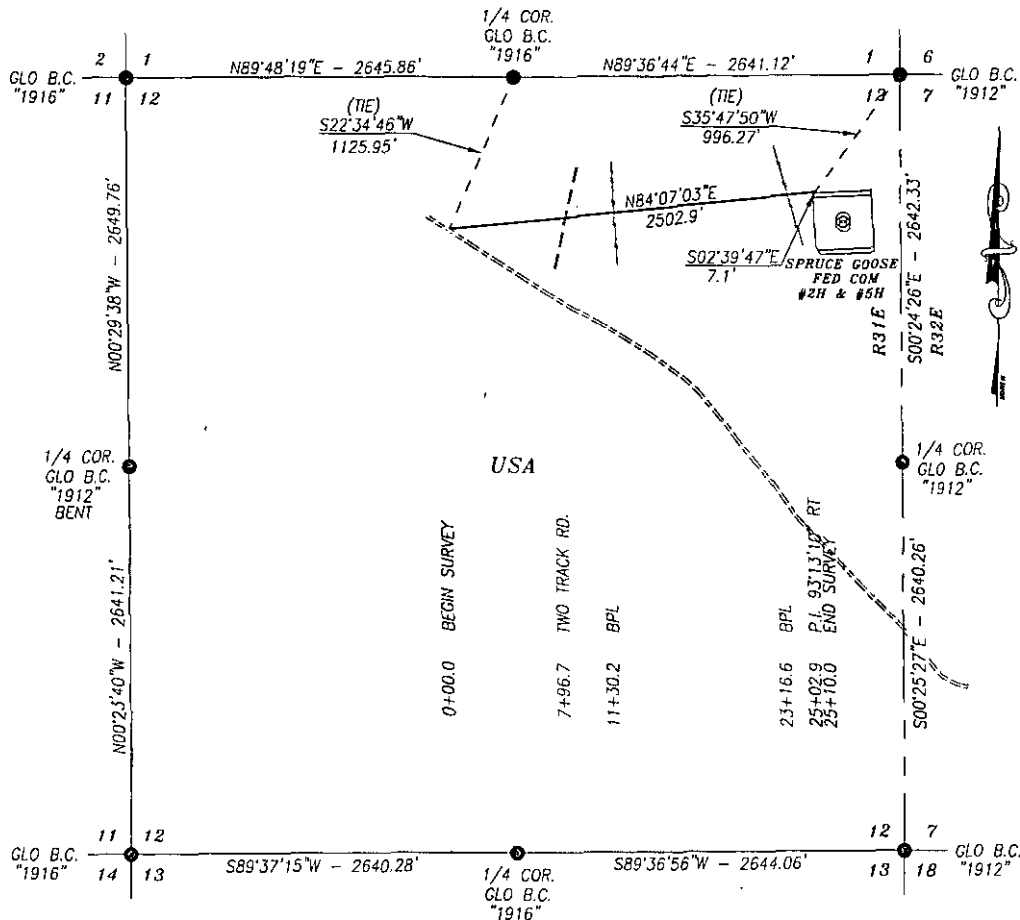
ACCESS ROAD MAP IMAGERY 05/18/2016 S.P.

CONCHO
 COG OPERATING, LLC

H HARCROW SURVEYING, LLC.
 2314 W. MAIN ST, ARTESIA, NM 88210
 PH: (575) 746-2158 FAX: (575) 746-2158
 charcrow@harcrowsurveying.com

ACCESS ROAD COG OPERATING, LLC.

OLD OIL AND GAS ROAD TO BE UPGRADED TO SPRUCE GOOSE FED COM #2H & #5H IN
SECTION 12, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M.,
EDDY COUNTY, NEW MEXICO.



DESCRIPTION

A STRIP OF LAND 30.0 FEET WIDE AND 2510.0 FEET OR 152.12 RODS OR 0.475 MILES IN LENGTH CROSSING USA LAND IN SECTION 12, TOWNSHIP 19 SOUTH, RANGE 31 EAST, EDDY COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND 15.0 FEET RIGHT OF THE ABOVE PLATTED CENTERLINE SURVEY.

BASIS OF BEARING:
BEARINGS SHOWN HEREON ARE MERCATOR GRID AND CONFORM TO THE NEW MEXICO COORDINATE SYSTEM "NEW MEXICO EAST ZONE" NORTH AMERICAN DATUM 1983. DISTANCES ARE GRID VALUES.

CERTIFICATION
I, CHAD HARCROW, A NEW MEXICO REGISTERED PROFESSIONAL SURVEYOR CERTIFY THAT I DIRECTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THIS SURVEY AND PLAT MEET THE MINIMUM STANDARD FOR SURVEYING IN NEW MEXICO.

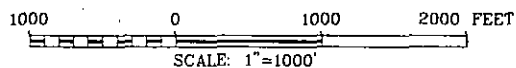


Chad Harrow

CHAD HARCROW N.M.P.S. NO. 17777

5/19/16
DATE

HARCROW SURVEYING, LLC
2314 W. MAIN ST. ARTESIA, N.M. 88210
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c.harcrow@harcrowsurveying.com



COG OPERATING, LLC

SURVEY OF A ROAD LOCATED IN
SECTION 12, TOWNSHIP 19 SOUTH, RANGE 31
EAST, NMPM, EDDY COUNTY, NEW MEXICO

SURVEY DATE: MAY 9, 2016

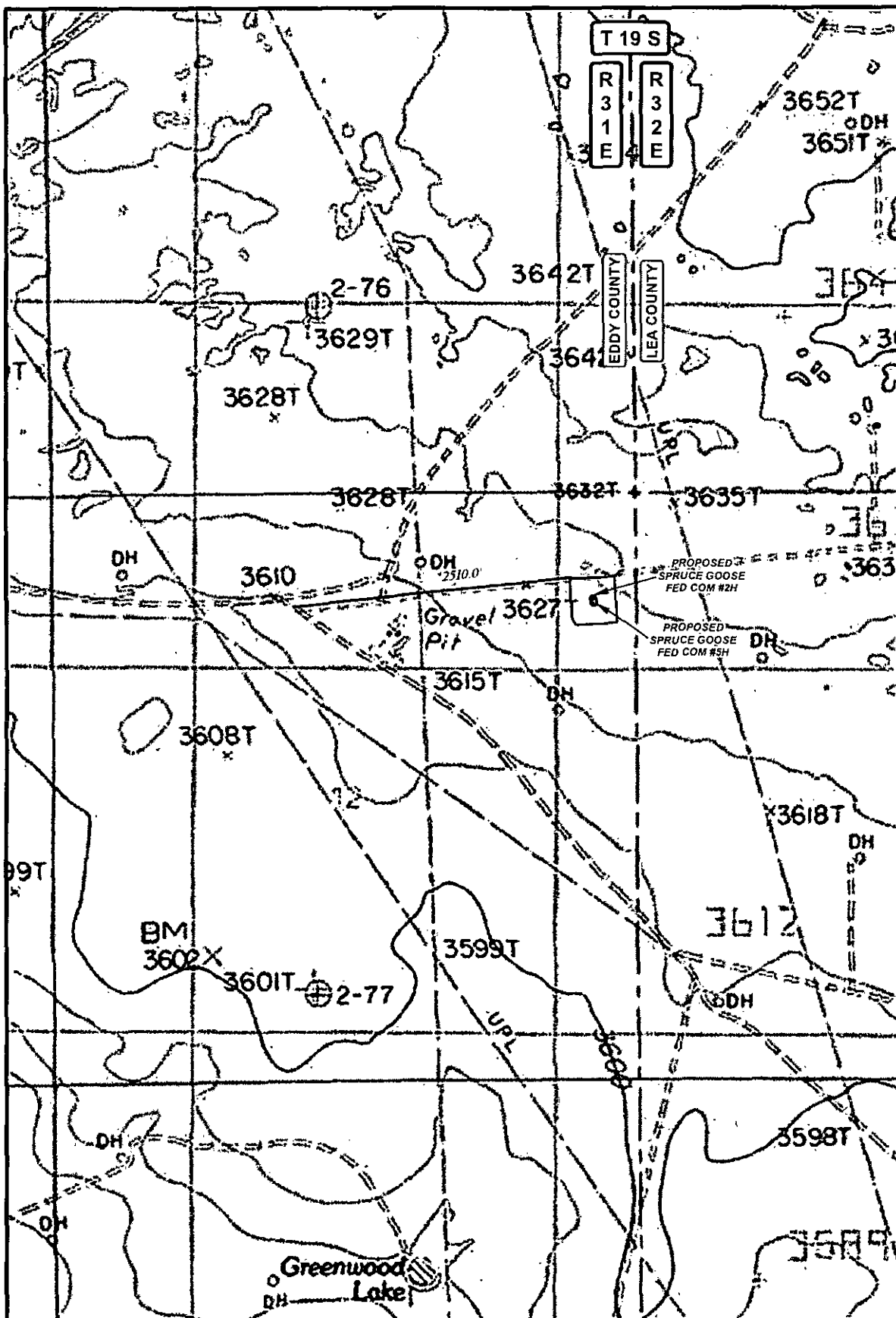
DRAFTING DATE: MAY 18, 2016

APPROVED BY: CH

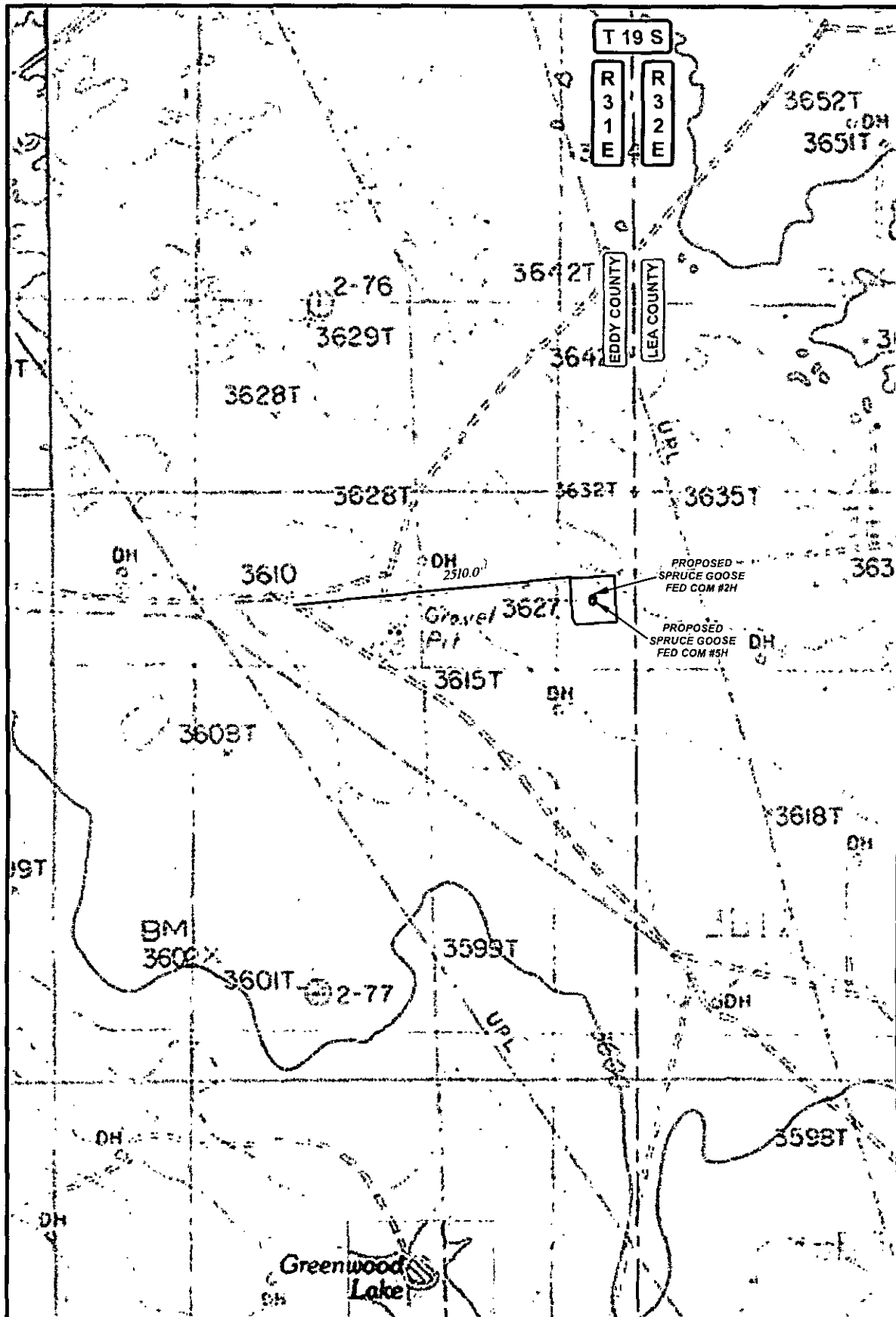
DRAWN BY: VD

PAGE 1 OF 1

FILE: 16-385



LEGEND • WELL □ WELLPAD — ACCESS ROAD		SPRUCE GOOSE FED COM #2H & #5H ACCESS ROAD SECTION: 12 TOWNSHIP: 19 S. RANGE: 31 E. STATE: NEW MEXICO COUNTY: EDDY SURVEY: N.M.P.M. W.O. # 16-385 LEASE: SPRUCE GOOSE FED COM		 CONCHO COG OPERATING, LLC
		 HARCROW SURVEYING, LLC. 2314 W. MAIN ST, ARTESIA, NM 88210 PH: (575) 746-2158 FAX: (575) 746-2158 c.harcrow@harcrowsurveying.com		
ACCESS ROAD MAP TOPO 05/18/2016 S.P.				

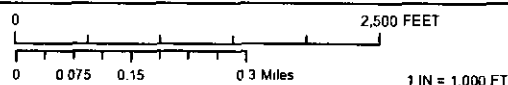


LEGEND

- WELL
- WELLPAD
- ACCESS ROAD
- PRIVATE
- STATE OF NM
- US BLM

SPRUCE GOOSE FED COM #2H & #5H ACCESS ROAD

SECTION: 12 TOWNSHIP: 19 S. RANGE: 31 E.
 STATE: NEW MEXICO COUNTY: EDDY SURVEY: N.M.P.M
 W.O. # 16-385 LEASE: SPRUCE GOOSE FED COM

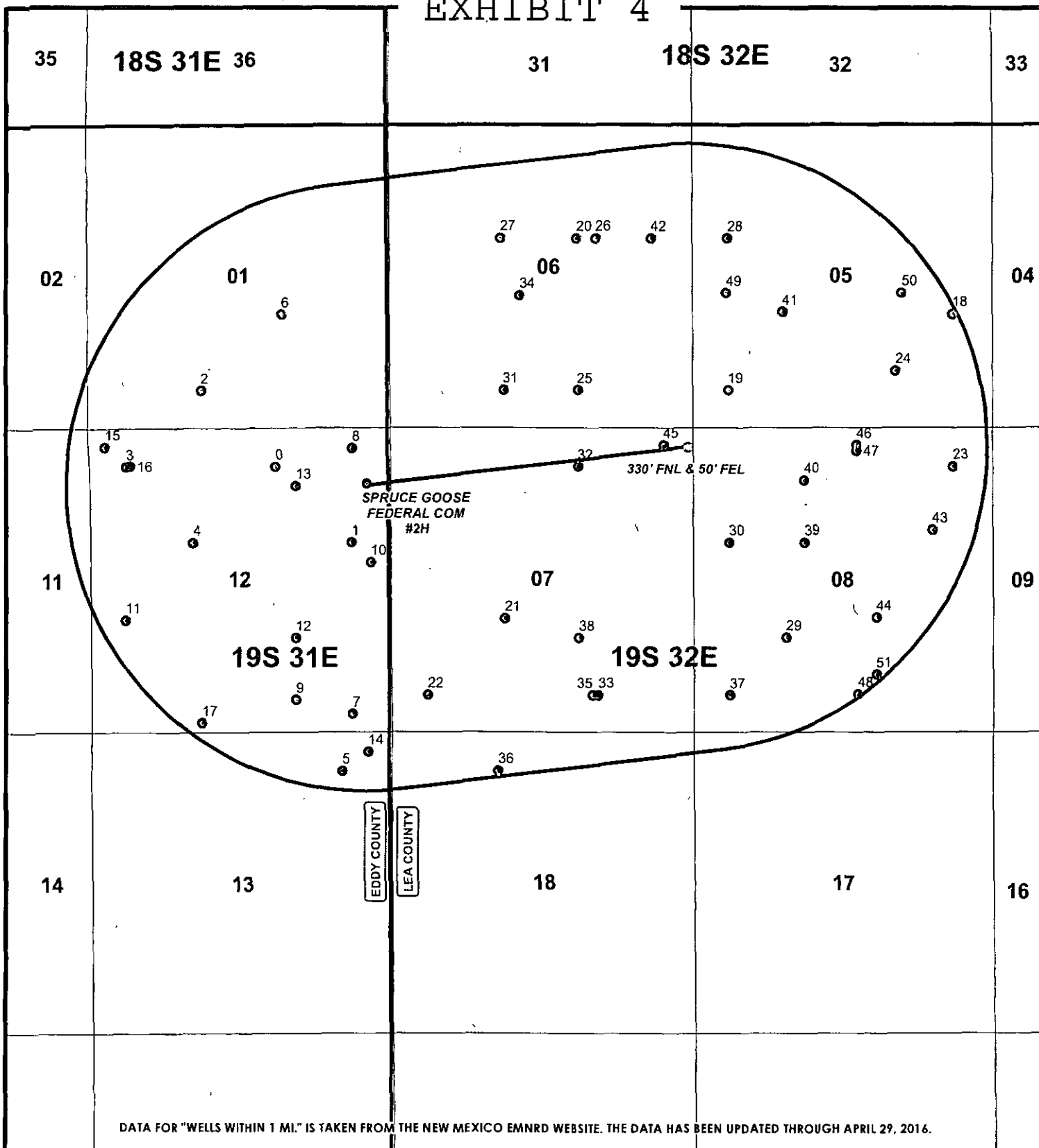


ACCESS ROAD MAP LAND STATUS 05/18/2016 S.P.

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 COG OPERATING, LLC

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charcrow@harcrowsurveying.com

EXHIBIT 4



DATA FOR "WELLS WITHIN 1 MI." IS TAKEN FROM THE NEW MEXICO EMNRD WEBSITE. THE DATA HAS BEEN UPDATED THROUGH APRIL 29, 2016.

LEGEND

- WELL
- BOTTOMHOLE
- WELLS WITHIN 1 MI.
- 1 MI. BUFFER

SPRUCE GOOSE FEDERAL COM #2H

SEC: 12 TWP: 19 S. RGE: 31 E. ELEVATION: 3626.2'
 STATE: NEW MEXICO COUNTY: EDDY 985' FNL & 390' FEL
 W.O. # 16-322 LEASE: SPRUCE GOOSE FED COM SURVEY: N.M.P.M

0 2,500 5,000 FEET

0 0.15 0.3 0.6 Miles

1 IN = 2,250 FT

1 MILE MAP

05/16/2016

A.F



COG OPERATING, LLC



HARCROW SURVEYING, LLC.

2314 W. MAIN ST, ARTESIA, NM 88210
 PH: (575) 746-2158 FAX: (575) 746-2158
 c.harcrow@harcrowsurveying.com

COG Operating LLC, Spruce Goose Federal Com 2H

1. Geologic Formations

TVD of target	9300'	Pilot hole depth	N/A
MD at TD:	14,550'	Deepest expected fresh water:	225'

Basin

Formation	Depth (TVD) from KB	Water/Mineral Bearing/Target Zone?	Hazards*
Quaternary Fill	Surface	Water	
Rustler	871	Water	
Top of Salt	1033	Salt	
Bottom of Salt	2708		
Yates	2741		
Queen	3553		
Delaware	4196	Oil/Gas	Losses
Brushy Canyon	5243	Oil/Gas	Losses
Bone Spring	6796	Oil/Gas	
1 st BSS Sand	8118	Oil/Gas	
2 nd BSS Sand	8901	Target Zone	
3 rd BSS Sand	9671	Oil/Gas	

2. Casing Program

Hole Size	Casing Interval		Csg. Size	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
	From	To							
17.5"	0	920925	13.375"	54.5	J55	STC	2.46	1.623	3.36
12.25"	0	3100	9.625"	36	J55	LTC	1.77	1.14	4.19
8.75"	0	14550	5.5"	17	P110	LTC	1.645	2.42	2.12
BLM Minimum Safety Factor							1.125	1.0	1.6 Dry 1.8 Wet

- All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h
- BLM standard formulas were used on all SF calculations, except burst of 9-5/8" SF is assuming a gas gradient 0.1 psi/ft.

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Is casing API approved? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification.	Y
Will the pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	

COG Operating LLC, Spruce Goose Federal Com 2H

Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

3. Cementing Program

Csg	#sx	Density ppg	Yield ft ³ /sx	H ₂ O gal/sx	500# Comp. Strength (hours)	Slurry Description
Sfc	470	13.5	1.75	9.2	12	Lead: Class C + 4% Gel + 1% CaCl ₂
	310	14.8	1.34	6.4	6	Tail: Class C + 2% CaCl ₂
Intrmd	550	12.9	1.87	9.8	12	Lead: 65:35 POZ 6% gel
	370	14.8	1.34	6.4	6	Tail: Hal Cem, neat C
Prod	890	11.0	3.2	19.7	40	Lead: NEOCEM TM 2 lbm/sk kol-seal
	1200	13.2	1.52	7.5	18	Tail: NEOCEM TM

Casing String	TOC	% Excess
Surface	0'	80% on OH volumes
Intermediate	0'	50% on OH volumes
Production	2600' (500' tie back)	20% on OH volumes EOL to KOP 45% on OH volumes KOP to 9-5/8" shoe

COG Operating LLC, Spruce Goose Federal Com 2H

4. Pressure Control Equipment

N	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?	System Rated WP	Type	✓	Tested to:
12-1/4"	13-5/8"	2M	Annular	X	50% of working pressure
			Blind Ram		WP
			Pipe Ram		
			Double Ram		
			Other*		
8-3/4"	11"	3M	Annular	X	50% working pressure
			Blind Ram	X	WP
			Pipe Ram	X	
			Double Ram		
			Other*		

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

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

N	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.
N	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.
	Are anchors required by manufacturer?
N	A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. See attached schematic & Description.

COG Operating LLC, Spruce Goose Federal Com 2H

5. Mud Program

Depth		Type	Weight (ppg)	Viscosity	Water Loss
From	To				
0	Surf. shoe	FW Gel	8.6-8.8	28-34	N/C
Surf csg	Int shoe	Saturated Brine	10.0-10.2	28-34	N/C
Int shoe	TD	Cut Brine	8.6-9.1	28-34	N/C

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

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

6. Logging and Testing Procedures

Logging, Coring and Testing	
X	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.
	No Logs are planned based on well control or offset log information.
	Drill stem test? If yes, explain
	Coring? If yes, explain

Additional logs planned	Interval
Resistivity	
Density	
CBL	
Mud log	
PEX	

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	4400 psi @ 9300' TVD
Abnormal Temperature	No

Mitigation measure for abnormal conditions. Describe:

No abnormal drilling conditions are expected to occur.

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	H ₂ S is present
X	H ₂ S Contingency Plan Attached

8. Other Facets of Operation

Is this a walking operation? No

Will be pre-setting casing? No

Anti-Collision: We will run consider running a gyro on the Spruce Goose Federal #1 and Greenwood #1, so we can steer around them. Anti-C report attached.

Attachments:

- Directional Plan
- BOP & Choke Schematics
- C102 and supporting maps
- Rig plat
- H2S schematic
- H2S contingency plan
- Interim reclamation plat

COG OPERATING, LLC

EDDY COUNTY, NM

DEEP BSS

SPRUCE GOOSE FEDERAL COM #2H

OWB

Plan: DWD Plan 1

Standard Planning Report

13 July, 2016

COG Operating LLC

Planning Report

Database:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Company:	NEW MEXICO BASIN	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Project:	EDDY COUNTY, NM	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site:	DEEP BSS	North Reference:	Grid
Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	DWD Plan 1		

Project	EDDY COUNTY, NM		
Map System:	US State Plane 1927 (Exact solution)	System Datum:	Mean Sea Level
Geo Datum:	NAD 1927 (NADCON CONUS)		
Map Zone:	New Mexico East 3001		

Site	DEEP BSS		
Site Position:	Northings:	488,348.20 usft	Latitude: 32° 20' 28.000 N
From: Map	Easting:	688,332.10 usft	Longitude: 103° 43' 24.732 W
Position Uncertainty:	0.0 usft	Slot Radius: 13-3/16 "	Grid Convergence: 0.33 °

Well	SPRUCE GOOSE FEDERAL COM #2H		
Well Position	+N/-S	122,943.7 usft	Northings: 611,291.90 usft
	+E/-W	-28,866.9 usft	Easting: 659,485.20 usft
Position Uncertainty	0.0 usft	Wellhead Elevation:	3,498.7 usft
			Ground Level: 3,626.0 usft

Wellbore	OWB		
Magnetics	Model Name	Sample Date	Declination (°)
	WMM2015	7/12/2016	7.21
			Dip Angle (°)
			60.44
			Field Strength (nT)
			48,269

Design	DWD Plan 1		
Audit Notes:			
Version:	Phase:	PROTOTYPE	Tie On Depth: 0.0
Vertical Section:	Depth From (TVD) (usft)	+N/-S (usft)	+E/-W (usft)
	0.0	0.0	0.0
			Direction (°)
			83.24

Plan Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,235.6	4.71	2.47	1,235.3	9.7	0.4	2.00	2.00	0.00	2.47	
8,651.5	4.71	2.47	8,626.2	618.2	26.7	0.00	0.00	0.00	0.00	
9,381.3	87.78	89.86	9,100.0	656.9	485.6	12.00	11.38	11.98	87.58	Spruce Goose
14,550.2	87.78	89.86	9,300.2	669.5	5,650.6	0.00	0.00	0.00	0.00	Spruce Goose

COG Operating LLC

Planning Report

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Project:	EDDY COUNTY, NM	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site:	DEEP BSS	North Reference:	Grid
Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	DWD Plan 1		

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00	
Spruce Goose Federal Com #2H - SHL										
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	2.00	2.47	1,100.0	1.7	0.1	0.3	2.00	2.00	0.00	
1,200.0	4.00	2.47	1,199.8	7.0	0.3	1.1	2.00	2.00	0.00	
1,235.6	4.71	2.47	1,235.3	9.7	0.4	1.6	2.00	2.00	0.00	
1,300.0	4.71	2.47	1,299.5	15.0	0.6	2.4	0.00	0.00	0.00	
1,400.0	4.71	2.47	1,399.2	23.2	1.0	3.7	0.00	0.00	0.00	
1,500.0	4.71	2.47	1,498.8	31.4	1.4	5.0	0.00	0.00	0.00	
1,600.0	4.71	2.47	1,598.5	39.6	1.7	6.4	0.00	0.00	0.00	
1,700.0	4.71	2.47	1,698.2	47.8	2.1	7.7	0.00	0.00	0.00	
1,800.0	4.71	2.47	1,797.8	56.0	2.4	9.0	0.00	0.00	0.00	
1,900.0	4.71	2.47	1,897.5	64.2	2.8	10.3	0.00	0.00	0.00	
2,000.0	4.71	2.47	1,997.2	72.4	3.1	11.6	0.00	0.00	0.00	
2,100.0	4.71	2.47	2,096.8	80.6	3.5	12.9	0.00	0.00	0.00	
2,200.0	4.71	2.47	2,196.5	88.8	3.8	14.3	0.00	0.00	0.00	
2,300.0	4.71	2.47	2,296.1	97.0	4.2	15.6	0.00	0.00	0.00	
2,400.0	4.71	2.47	2,395.8	105.2	4.5	16.9	0.00	0.00	0.00	
2,500.0	4.71	2.47	2,495.5	113.4	4.9	18.2	0.00	0.00	0.00	
2,600.0	4.71	2.47	2,595.1	121.6	5.2	19.5	0.00	0.00	0.00	
2,700.0	4.71	2.47	2,694.8	129.8	5.6	20.8	0.00	0.00	0.00	
2,800.0	4.71	2.47	2,794.4	138.0	6.0	22.2	0.00	0.00	0.00	
2,900.0	4.71	2.47	2,894.1	146.2	6.3	23.5	0.00	0.00	0.00	
3,000.0	4.71	2.47	2,993.8	154.5	6.7	24.8	0.00	0.00	0.00	
3,100.0	4.71	2.47	3,093.4	162.7	7.0	26.1	0.00	0.00	0.00	
3,200.0	4.71	2.47	3,193.1	170.9	7.4	27.4	0.00	0.00	0.00	
3,300.0	4.71	2.47	3,292.8	179.1	7.7	28.7	0.00	0.00	0.00	
3,400.0	4.71	2.47	3,392.4	187.3	8.1	30.1	0.00	0.00	0.00	
3,500.0	4.71	2.47	3,492.1	195.5	8.4	31.4	0.00	0.00	0.00	
3,600.0	4.71	2.47	3,591.7	203.7	8.8	32.7	0.00	0.00	0.00	
3,700.0	4.71	2.47	3,691.4	211.9	9.1	34.0	0.00	0.00	0.00	
3,800.0	4.71	2.47	3,791.1	220.1	9.5	35.3	0.00	0.00	0.00	
3,900.0	4.71	2.47	3,890.7	228.3	9.8	36.7	0.00	0.00	0.00	
4,000.0	4.71	2.47	3,990.4	236.5	10.2	38.0	0.00	0.00	0.00	
4,100.0	4.71	2.47	4,090.1	244.7	10.6	39.3	0.00	0.00	0.00	
4,200.0	4.71	2.47	4,189.7	252.9	10.9	40.6	0.00	0.00	0.00	
4,300.0	4.71	2.47	4,289.4	261.1	11.3	41.9	0.00	0.00	0.00	
4,400.0	4.71	2.47	4,389.0	269.3	11.6	43.2	0.00	0.00	0.00	
4,500.0	4.71	2.47	4,488.7	277.5	12.0	44.6	0.00	0.00	0.00	
4,600.0	4.71	2.47	4,588.4	285.7	12.3	45.9	0.00	0.00	0.00	
4,700.0	4.71	2.47	4,688.0	294.0	12.7	47.2	0.00	0.00	0.00	
4,800.0	4.71	2.47	4,787.7	302.2	13.0	48.5	0.00	0.00	0.00	
4,900.0	4.71	2.47	4,887.4	310.4	13.4	49.8	0.00	0.00	0.00	
5,000.0	4.71	2.47	4,987.0	318.6	13.7	51.1	0.00	0.00	0.00	
5,100.0	4.71	2.47	5,086.7	326.8	14.1	52.5	0.00	0.00	0.00	

COG Operating LLC

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Design:	DWD Plan 1		

Planned Survey

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5,200.0	4.71	2.47	5,186.3	335.0	14.4	53.8	0.00	0.00	0.00
5,300.0	4.71	2.47	5,286.0	343.2	14.8	55.1	0.00	0.00	0.00
5,400.0	4.71	2.47	5,385.7	351.4	15.2	56.4	0.00	0.00	0.00
5,500.0	4.71	2.47	5,485.3	359.6	15.5	57.7	0.00	0.00	0.00
5,600.0	4.71	2.47	5,585.0	367.8	15.9	59.0	0.00	0.00	0.00
5,700.0	4.71	2.47	5,684.7	376.0	16.2	60.4	0.00	0.00	0.00
5,800.0	4.71	2.47	5,784.3	384.2	16.6	61.7	0.00	0.00	0.00
5,900.0	4.71	2.47	5,884.0	392.4	16.9	63.0	0.00	0.00	0.00
6,000.0	4.71	2.47	5,983.6	400.6	17.3	64.3	0.00	0.00	0.00
6,100.0	4.71	2.47	6,083.3	408.8	17.6	65.6	0.00	0.00	0.00
6,200.0	4.71	2.47	6,183.0	417.0	18.0	66.9	0.00	0.00	0.00
6,300.0	4.71	2.47	6,282.6	425.2	18.3	68.3	0.00	0.00	0.00
6,400.0	4.71	2.47	6,382.3	433.4	18.7	69.6	0.00	0.00	0.00
6,500.0	4.71	2.47	6,481.9	441.7	19.0	70.9	0.00	0.00	0.00
6,600.0	4.71	2.47	6,581.6	449.9	19.4	72.2	0.00	0.00	0.00
6,700.0	4.71	2.47	6,681.3	458.1	19.8	73.5	0.00	0.00	0.00
6,800.0	4.71	2.47	6,780.9	466.3	20.1	74.9	0.00	0.00	0.00
6,900.0	4.71	2.47	6,880.6	474.5	20.5	76.2	0.00	0.00	0.00
7,000.0	4.71	2.47	6,980.3	482.7	20.8	77.5	0.00	0.00	0.00
7,100.0	4.71	2.47	7,079.9	490.9	21.2	78.8	0.00	0.00	0.00
7,200.0	4.71	2.47	7,179.6	499.1	21.5	80.1	0.00	0.00	0.00
7,300.0	4.71	2.47	7,279.2	507.3	21.9	81.4	0.00	0.00	0.00
7,400.0	4.71	2.47	7,378.9	515.5	22.2	82.8	0.00	0.00	0.00
7,500.0	4.71	2.47	7,478.6	523.7	22.6	84.1	0.00	0.00	0.00
7,600.0	4.71	2.47	7,578.2	531.9	22.9	85.4	0.00	0.00	0.00
7,700.0	4.71	2.47	7,677.9	540.1	23.3	86.7	0.00	0.00	0.00
7,800.0	4.71	2.47	7,777.6	548.3	23.6	88.0	0.00	0.00	0.00
7,900.0	4.71	2.47	7,877.2	556.5	24.0	89.3	0.00	0.00	0.00
8,000.0	4.71	2.47	7,976.9	564.7	24.4	90.7	0.00	0.00	0.00
8,100.0	4.71	2.47	8,076.5	572.9	24.7	92.0	0.00	0.00	0.00
8,200.0	4.71	2.47	8,176.2	581.2	25.1	93.3	0.00	0.00	0.00
8,300.0	4.71	2.47	8,275.9	589.4	25.4	94.6	0.00	0.00	0.00
8,400.0	4.71	2.47	8,375.5	597.6	25.8	95.9	0.00	0.00	0.00
8,500.0	4.71	2.47	8,475.2	605.8	26.1	97.2	0.00	0.00	0.00
8,600.0	4.71	2.47	8,574.9	614.0	26.5	98.6	0.00	0.00	0.00
8,651.5	4.71	2.47	8,626.2	618.2	26.7	99.2	0.00	0.00	0.00
8,700.0	7.64	52.16	8,674.4	622.2	29.3	102.3	12.00	6.03	102.42
8,800.0	18.61	75.89	8,771.7	630.2	50.1	123.9	12.00	10.97	23.72
8,900.0	30.35	81.96	8,862.6	637.6	90.7	165.2	12.00	11.75	6.07
9,000.0	42.24	84.84	8,943.0	644.2	149.4	224.2	12.00	11.88	2.88
9,100.0	54.16	86.63	9,009.6	649.6	223.6	298.6	12.00	11.93	1.79
9,200.0	66.11	87.95	9,059.3	653.6	310.1	384.9	12.00	11.95	1.32
9,300.0	78.06	89.05	9,090.0	656.1	405.1	479.5	12.00	11.96	1.09
9,381.3	87.78	89.86	9,100.0	656.9	485.6	559.5	12.00	11.96	1.00
Spruce Goose Federal Com #2H - LP									
9,400.0	87.78	89.86	9,100.7	656.9	504.3	578.1	0.00	0.00	0.00
9,500.0	87.78	89.86	9,104.6	657.2	604.2	677.4	0.00	0.00	0.00
9,600.0	87.78	89.86	9,108.5	657.4	704.2	776.7	0.00	0.00	0.00
9,700.0	87.78	89.86	9,112.3	657.6	804.1	875.9	0.00	0.00	0.00
9,800.0	87.78	89.86	9,116.2	657.9	904.0	975.2	0.00	0.00	0.00
9,900.0	87.78	89.86	9,120.1	658.1	1,003.9	1,074.4	0.00	0.00	0.00
10,000.0	87.78	89.86	9,124.0	658.4	1,103.9	1,173.7	0.00	0.00	0.00
10,100.0	87.78	89.86	9,127.8	658.6	1,203.8	1,272.9	0.00	0.00	0.00

COG Operating LLC

Planning Report

Database:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Company:	NEW MEXICO BASIN	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Project:	EDDY COUNTY, NM	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site:	DEEP BSS	North Reference:	Grid
Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	DWD Plan 1		

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)
10,200.0	87.78	89.86	9,131.7	658.9	1,303.7	1,372.2	0.00	0.00	0.00
10,300.0	87.78	89.86	9,135.6	659.1	1,403.6	1,471.5	0.00	0.00	0.00
10,400.0	87.78	89.86	9,139.5	659.4	1,503.6	1,570.7	0.00	0.00	0.00
10,500.0	87.78	89.86	9,143.3	659.6	1,603.5	1,670.0	0.00	0.00	0.00
10,600.0	87.78	89.86	9,147.2	659.8	1,703.4	1,769.2	0.00	0.00	0.00
10,700.0	87.78	89.86	9,151.1	660.1	1,803.3	1,868.5	0.00	0.00	0.00
10,800.0	87.78	89.86	9,155.0	660.3	1,903.3	1,967.8	0.00	0.00	0.00
10,900.0	87.78	89.86	9,158.8	660.6	2,003.2	2,067.0	0.00	0.00	0.00
11,000.0	87.78	89.86	9,162.7	660.8	2,103.1	2,166.3	0.00	0.00	0.00
11,100.0	87.78	89.86	9,166.6	661.1	2,203.0	2,265.5	0.00	0.00	0.00
11,200.0	87.78	89.86	9,170.5	661.3	2,303.0	2,364.8	0.00	0.00	0.00
11,300.0	87.78	89.86	9,174.3	661.6	2,402.9	2,464.1	0.00	0.00	0.00
11,400.0	87.78	89.86	9,178.2	661.8	2,502.8	2,563.3	0.00	0.00	0.00
11,500.0	87.78	89.86	9,182.1	662.0	2,602.7	2,662.6	0.00	0.00	0.00
11,600.0	87.78	89.86	9,185.9	662.3	2,702.7	2,761.8	0.00	0.00	0.00
11,700.0	87.78	89.86	9,189.8	662.5	2,802.6	2,861.1	0.00	0.00	0.00
11,800.0	87.78	89.86	9,193.7	662.8	2,902.5	2,960.3	0.00	0.00	0.00
11,900.0	87.78	89.86	9,197.6	663.0	3,002.4	3,059.6	0.00	0.00	0.00
12,000.0	87.78	89.86	9,201.4	663.3	3,102.4	3,158.9	0.00	0.00	0.00
12,100.0	87.78	89.86	9,205.3	663.5	3,202.3	3,258.1	0.00	0.00	0.00
12,200.0	87.78	89.86	9,209.2	663.8	3,302.2	3,357.4	0.00	0.00	0.00
12,300.0	87.78	89.86	9,213.1	664.0	3,402.1	3,456.6	0.00	0.00	0.00
12,400.0	87.78	89.86	9,216.9	664.2	3,502.1	3,555.9	0.00	0.00	0.00
12,500.0	87.78	89.86	9,220.8	664.5	3,602.0	3,655.2	0.00	0.00	0.00
12,600.0	87.78	89.86	9,224.7	664.7	3,701.9	3,754.4	0.00	0.00	0.00
12,700.0	87.78	89.86	9,228.6	665.0	3,801.8	3,853.7	0.00	0.00	0.00
12,800.0	87.78	89.86	9,232.4	665.2	3,901.8	3,952.9	0.00	0.00	0.00
12,900.0	87.78	89.86	9,236.3	665.5	4,001.7	4,052.2	0.00	0.00	0.00
13,000.0	87.78	89.86	9,240.2	665.7	4,101.6	4,151.5	0.00	0.00	0.00
13,100.0	87.78	89.86	9,244.1	665.9	4,201.5	4,250.7	0.00	0.00	0.00
13,200.0	87.78	89.86	9,247.9	666.2	4,301.5	4,350.0	0.00	0.00	0.00
13,300.0	87.78	89.86	9,251.8	666.4	4,401.4	4,449.2	0.00	0.00	0.00
13,400.0	87.78	89.86	9,255.7	666.7	4,501.3	4,548.5	0.00	0.00	0.00
13,500.0	87.78	89.86	9,259.5	666.9	4,601.2	4,647.7	0.00	0.00	0.00
13,600.0	87.78	89.86	9,263.4	667.2	4,701.2	4,747.0	0.00	0.00	0.00
13,700.0	87.78	89.86	9,267.3	667.4	4,801.1	4,846.3	0.00	0.00	0.00
13,800.0	87.78	89.86	9,271.2	667.7	4,901.0	4,945.5	0.00	0.00	0.00
13,900.0	87.78	89.86	9,275.0	667.9	5,000.9	5,044.8	0.00	0.00	0.00
14,000.0	87.78	89.86	9,278.9	668.1	5,100.9	5,144.0	0.00	0.00	0.00
14,100.0	87.78	89.86	9,282.8	668.4	5,200.8	5,243.3	0.00	0.00	0.00
14,200.0	87.78	89.86	9,286.7	668.6	5,300.7	5,342.6	0.00	0.00	0.00
14,300.0	87.78	89.86	9,290.5	668.9	5,400.6	5,441.8	0.00	0.00	0.00
14,400.0	87.78	89.86	9,294.4	669.1	5,500.6	5,541.1	0.00	0.00	0.00
14,500.0	87.78	89.86	9,298.3	669.4	5,600.5	5,640.3	0.00	0.00	0.00
14,550.2	87.78	89.86	9,300.2	669.5	5,650.6	5,690.1	0.00	0.00	0.00
Spruce Goose Federal Com #2H - BHL									

COG Operating LLC

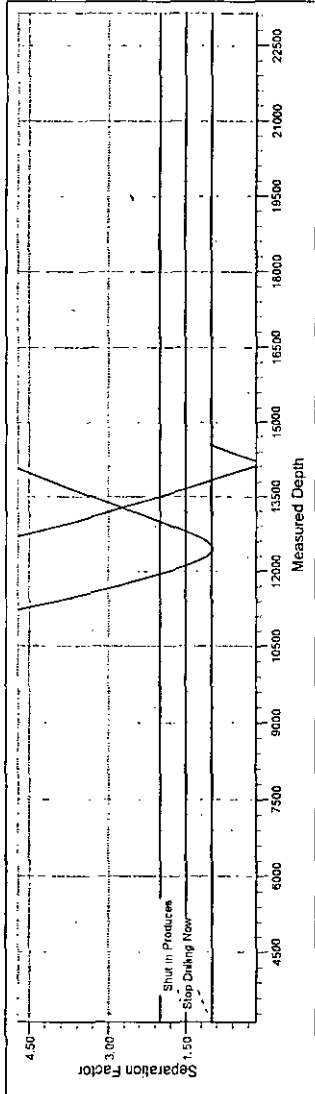
Planning Report

Database:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Company:	NEW MEXICO BASIN	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Project:	EDDY COUNTY, NM	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site:	DEEP BSS	North Reference:	Grid
Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OWB		
Design:	DWD Plan 1		

Design Targets									
Target Name	Dip Angle	Dip Dir.	TVD	+N/-S	+E/-W	Northing	Easting	Latitude	Longitude
- hit/miss target	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(usft)		
- Shape									
Spruce Goose Federal	0.00	0.00	0.0	0.0	0.0	611,291.90	659,465.20	32° 40' 46.094 N	103° 48' 54.235 W
- plan hits target center									
- Point									
Spruce Goose Federal	0.00	0.01	9,100.0	656.9	485.6	611,948.77	659,950.79	32° 40' 52.570 N	103° 48' 48.516 W
- plan hits target center									
- Point									
Spruce Goose Federal	2.22	89.86	9,300.0	669.5	5,650.6	611,961.40	665,115.80	32° 40' 52.441 N	103° 47' 48.085 W
- plan misses target center by 0.2usft at 14550.2usft MD (9300.2 TVD, 669.5 N, 5650.6 E)									
- Rectangle (sides W100.0 H5,652.2 D30.0)									

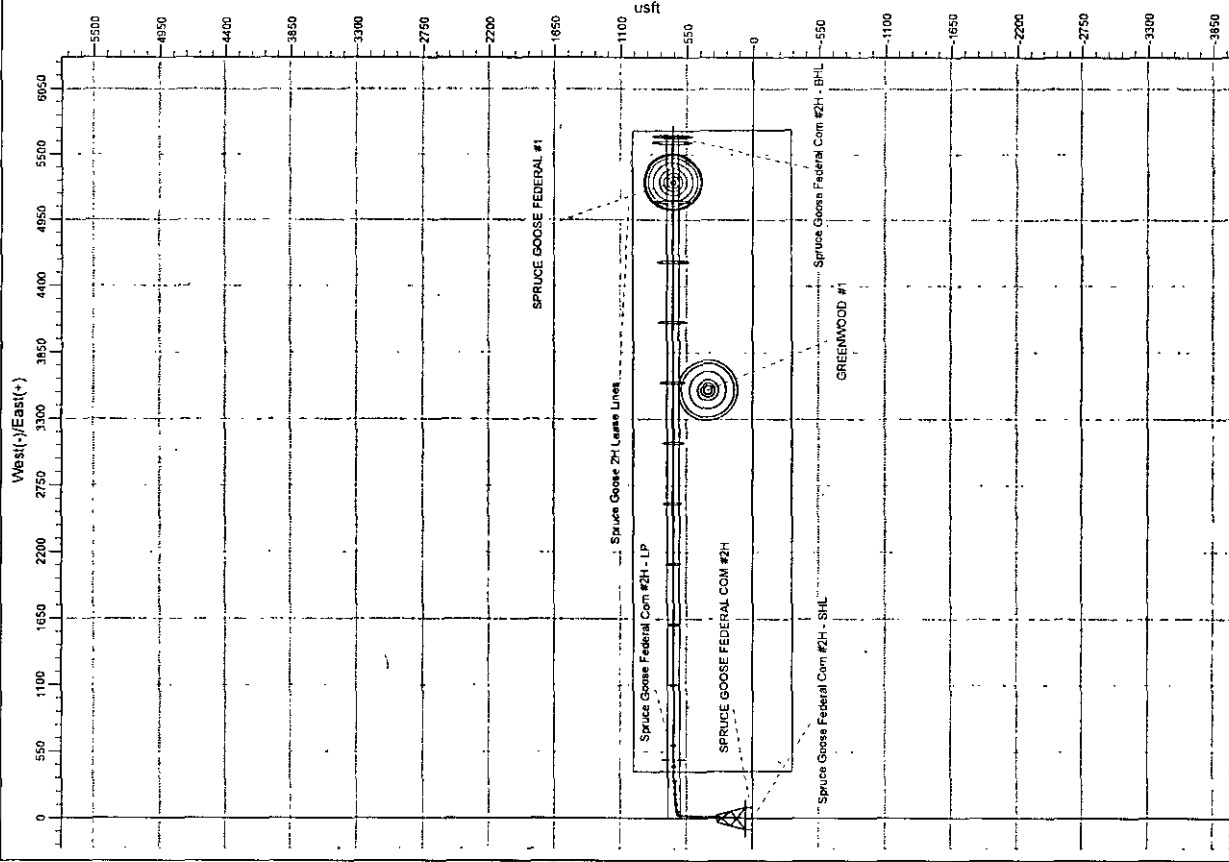
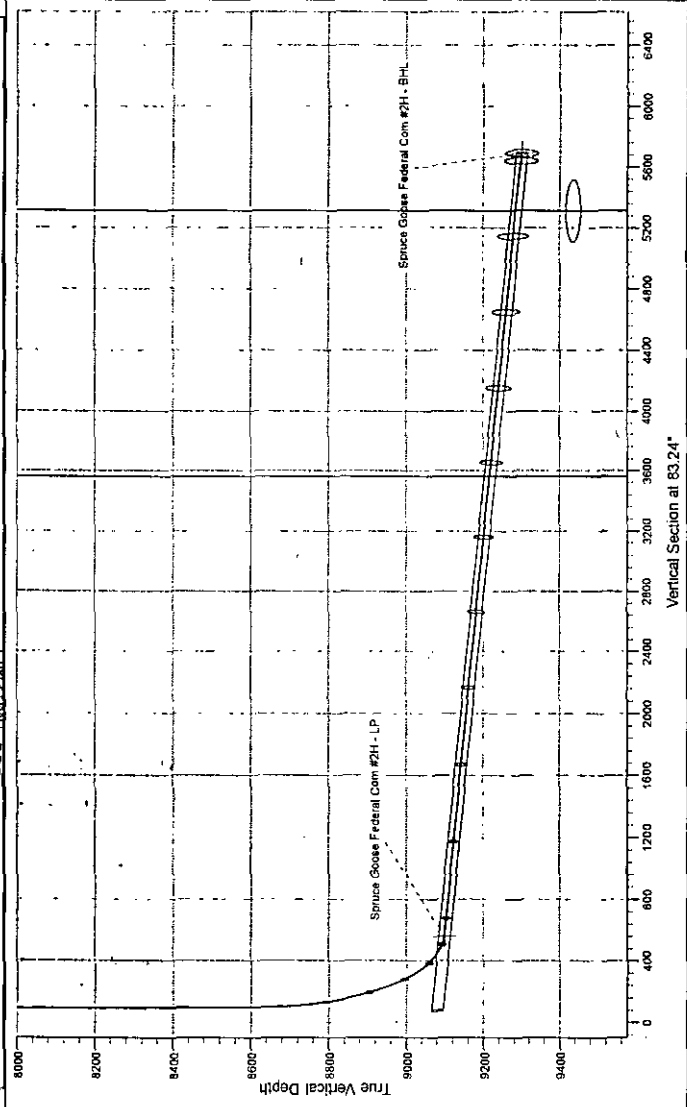


Project: EDDY COUNTY, NM
 Site: DEEP BSS
 Well: SPRUCE GOOSE FEDERAL COM #2H
 Wellbore: OWB
 Design: DWD Plan 1



LEGEND

- GREENWOOD #1, OWB, ACTUAL WELLPATH V0
- SPRUCE GOOSE FEDERAL #1, OWB, ACTUAL WELLPATH V0
- DWD Plan 1



COG OPERATING, LLC

EDDY COUNTY, NM

DEEP BSS

SPRUCE GOOSE FEDERAL COM #2H

OWB

DWD Plan 1

Anticollision Report

13 July, 2016

COG Operating LLC

Anticollision Report

Company:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Project:	EDDY COUNTY, NM	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Reference Site:	DEEP BSS	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	EDM_Users
Reference Design:	DWD Plan 1	Offset TVD Reference:	Offset Datum

Reference	DWD Plan 1		
Filter type:	NO GLOBAL FILTER: Using user defined selection & filtering criteria		
Interpolation Method:	Stations	Error Model:	ISCWSA
Depth Range:	Unlimited	Scan Method:	Closest Approach 3D
Results Limited by:	Maximum center-center distance of 10,000.0 usft	Error Surface:	Circular Conic
Warning Levels Evaluated at:	2.00 Sigma	Casing Method:	Not applied

Survey Tool Program	Date 7/13/2016		
From (usft)	To (usft)	Survey (Wellbore)	Tool Name
0.0	8,500.0	DWD Plan 1 (OWB)	VES GyroFlex
8,500.0	14,550.2	DWD Plan 1 (OWB)	MWD
			OWSG MWD - Standard

Summary						
Site Name	Reference Measured Depth (usft)	Offset Measured Depth (usft)	Distance Between Centres (usft)	Between Ellipses (usft)	Separation Factor	Warning
Offset Well - Wellbore - Design						
DEEP BSS						
GREENWOOD #1 - OWB - ACTUAL WELLPATH	12,437.5	9,236.1	292.7	-8.5	0.972	Stop Drilling Now, CC, ES,
SPRUCE GOOSE FEDERAL #1 - OWB - ACTUAL WEL	14,170.0	9,296.2	0.2	-356.0	0.000	Stop Drilling Now, CC, ES,

Offset Design DEEP BSS - GREENWOOD #1 - OWB - ACTUAL WELLPATH												Offset Site Error:	0.0 usft
Survey Program: 345-INC-ONLY												Offset Well Error:	3.0 usft
Reference		Offset		Semi Major Axis			Distance					Warning	
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)		Separation Factor
0.0	0.0	17.0	17.0	0.0	3.0	84.01	371.6	3,540.2	3,559.7				
100.0	100.0	117.0	117.0	0.1	3.2	84.01	371.6	3,540.2	3,559.7	3,556.4	3.24	1,099.003	
200.0	200.0	217.0	217.0	0.2	3.6	84.01	371.6	3,540.2	3,559.7	3,555.9	3.79	939.374	
300.0	300.0	317.0	317.0	0.4	4.1	84.01	371.6	3,540.2	3,559.7	3,555.2	4.50	791.332	
400.0	400.0	417.0	417.0	0.5	5.3	84.01	371.6	3,540.2	3,559.7	3,553.8	5.86	607.008	
500.0	500.0	517.0	517.0	0.7	6.9	84.01	371.6	3,540.2	3,559.7	3,552.0	7.63	466.733	
600.0	600.0	617.0	617.0	0.8	8.6	84.01	371.6	3,540.2	3,559.7	3,550.2	9.45	376.489	
700.0	700.0	717.0	717.0	1.0	10.3	84.01	371.6	3,540.2	3,559.7	3,548.3	11.32	314.514	
800.0	800.0	817.0	817.0	1.2	12.1	84.01	371.6	3,540.2	3,559.7	3,546.4	13.21	269.501	
900.0	900.0	917.0	917.0	1.3	13.8	84.01	371.6	3,540.2	3,559.7	3,544.5	15.16	234.795	
1,000.0	1,000.0	1,017.0	1,017.0	1.5	15.7	84.01	371.6	3,540.2	3,559.7	3,542.5	17.13	207.849	
1,100.0	1,100.0	1,117.0	1,117.0	1.6	17.5	81.57	371.6	3,540.2	3,559.4	3,540.3	19.10	186.343	
1,200.0	1,199.8	1,216.8	1,216.8	1.8	19.3	81.67	371.6	3,540.2	3,558.6	3,537.5	21.08	168.796	
1,235.6	1,235.3	1,252.3	1,252.3	1.8	19.9	81.72	371.6	3,540.2	3,558.2	3,536.5	21.79	163.317	
1,300.0	1,299.5	1,316.5	1,316.5	1.9	21.1	81.80	371.6	3,540.2	3,557.5	3,534.4	23.06	154.262	
1,400.0	1,399.2	1,416.2	1,416.2	2.1	22.9	81.93	371.6	3,540.2	3,556.3	3,531.3	25.04	142.018	
1,500.0	1,498.8	1,515.8	1,515.8	2.2	24.8	82.07	371.6	3,540.2	3,555.2	3,528.1	27.02	131.556	
1,600.0	1,598.5	1,615.5	1,615.5	2.4	26.6	82.20	371.6	3,540.2	3,554.0	3,525.0	29.01	122.516	
1,700.0	1,698.2	1,715.2	1,715.2	2.6	28.4	82.33	371.6	3,540.2	3,552.9	3,521.9	31.00	114.028	
1,800.0	1,797.8	1,814.8	1,814.8	2.7	30.3	82.46	371.6	3,540.2	3,551.8	3,518.9	32.98	107.685	
1,900.0	1,897.5	1,914.5	1,914.5	2.9	32.1	82.59	371.6	3,540.2	3,550.8	3,515.8	34.99	101.466	
2,000.0	1,997.2	2,014.2	2,014.2	3.0	34.1	82.72	371.6	3,540.2	3,549.7	3,512.6	37.14	95.587	
2,100.0	2,096.8	2,113.8	2,113.8	3.2	36.1	82.85	371.6	3,540.2	3,548.7	3,509.4	39.28	90.348	
2,200.0	2,196.5	2,213.5	2,213.5	3.3	38.3	82.98	371.6	3,540.2	3,547.7	3,506.0	41.62	85.249	

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

COG Operating LLC

Anticollision Report

Company:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Project:	EDDY COUNTY, NM	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Reference Site:	DEEP BSS	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	EDM_Users
Reference Design:	DWD Plan 1	Offset TVD Reference:	Offset Datum

Offset Design DEEP BSS - GREENWOOD #1 - OWB - ACTUAL WELLPATH													Offset Site Error:	0.0 usft
Survey Program: 345-INC-ONLY													Offset Well Error:	3.0 usft
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Semi Major Axis (usft)	Highside Toolface (°)	Offset Wellbore Centre +N-S (usft)	+E-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning
2,300.0	2,296.1	2,313.2	2,313.1	3.5	40.6	83.11		371.6	3,540.2	3,546.7	3,502.6	44.05	80.509	
2,400.0	2,395.8	2,412.8	2,412.8	3.7	43.0	83.24		371.6	3,540.2	3,545.7	3,499.1	46.61	76.065	
2,500.0	2,495.5	2,512.5	2,512.5	3.8	45.4	83.38		371.6	3,540.2	3,544.7	3,495.5	49.18	72.083	
2,600.0	2,595.1	2,612.1	2,612.1	4.0	47.8	83.51		371.6	3,540.2	3,543.8	3,492.0	51.74	68.495	
2,700.0	2,694.8	2,711.9	2,711.8	4.1	50.1	83.64		371.6	3,540.2	3,542.9	3,488.6	54.23	65.336	
2,800.0	2,794.4	2,811.5	2,811.4	4.3	52.1	83.77		371.6	3,540.2	3,542.0	3,485.5	56.43	62.771	
2,900.0	2,894.1	2,911.2	2,911.1	4.4	54.0	83.90		371.6	3,540.2	3,541.1	3,482.7	58.40	60.633	
3,000.0	2,993.8	3,010.9	3,010.8	4.6	55.8	84.03		371.6	3,540.2	3,540.2	3,479.8	60.38	58.633	
3,100.0	3,093.4	3,110.5	3,110.4	4.7	57.7	84.17		371.6	3,540.2	3,539.4	3,476.9	62.50	56.634	
3,200.0	3,193.1	3,210.0	3,209.9	4.9	59.8	84.30		371.6	3,540.2	3,538.5	3,473.8	64.74	54.662	
3,300.0	3,292.8	3,309.9	3,309.8	5.1	61.7	84.43		371.6	3,540.2	3,537.7	3,470.9	66.79	52.971	
3,400.0	3,392.4	3,409.5	3,409.4	5.2	63.6	84.56		371.6	3,540.2	3,536.9	3,468.1	68.83	51.383	
3,500.0	3,492.1	3,509.2	3,509.1	5.4	65.4	84.69		371.6	3,540.2	3,536.2	3,465.4	70.77	49.968	
3,600.0	3,591.7	3,608.9	3,608.7	5.5	67.1	84.83		371.6	3,540.2	3,535.4	3,462.7	72.68	48.642	
3,700.0	3,691.4	3,708.5	3,708.4	5.7	68.9	84.96		371.6	3,540.2	3,534.7	3,460.1	74.60	47.384	
3,800.0	3,791.1	3,808.2	3,808.1	5.8	70.7	85.09		371.6	3,540.2	3,534.0	3,457.4	76.51	46.190	
3,900.0	3,890.7	3,907.9	3,907.7	6.0	72.4	85.22		371.6	3,540.2	3,533.3	3,454.8	78.42	45.054	
4,000.0	3,990.4	4,007.5	4,007.4	6.2	74.1	85.35		371.6	3,540.2	3,532.6	3,452.3	80.28	44.001	
4,100.0	4,090.1	4,107.2	4,107.1	6.3	75.8	85.49		371.6	3,540.2	3,531.9	3,449.8	82.14	42.997	
4,200.0	4,189.7	4,206.8	4,206.7	6.5	77.5	85.62		371.6	3,540.2	3,531.3	3,447.3	84.00	42.038	
4,300.0	4,289.4	4,306.5	4,306.4	6.6	79.2	85.75		371.6	3,540.2	3,530.7	3,444.8	85.86	41.120	
4,400.0	4,389.0	4,406.2	4,406.0	6.8	81.0	85.88		371.6	3,540.2	3,530.1	3,442.3	87.78	40.214	
4,500.0	4,488.7	4,505.8	4,505.7	6.9	82.8	86.02		371.6	3,540.2	3,529.5	3,439.7	89.77	39.316	
4,600.0	4,588.4	4,605.5	4,605.4	7.1	84.7	86.15		371.6	3,540.2	3,528.9	3,437.2	91.76	38.456	
4,700.0	4,688.0	4,705.2	4,705.0	7.3	86.5	86.28		371.6	3,540.2	3,528.4	3,434.6	93.76	37.634	
4,800.0	4,787.7	4,804.8	4,804.7	7.4	88.4	86.41		371.6	3,540.2	3,527.9	3,432.0	95.82	36.817	
4,900.0	4,887.4	4,904.5	4,904.4	7.6	90.4	86.55		371.6	3,540.2	3,527.3	3,429.3	98.00	35.993	
5,000.0	4,987.0	5,004.1	5,004.0	7.7	92.5	86.68		371.6	3,540.2	3,526.9	3,426.7	100.18	35.205	
5,100.0	5,086.7	5,103.8	5,103.7	7.9	94.5	86.81		371.6	3,540.2	3,526.4	3,424.0	102.36	34.451	
5,200.0	5,186.3	5,203.5	5,203.3	8.0	96.5	86.95		371.6	3,540.2	3,525.9	3,421.4	104.54	33.729	
5,300.0	5,286.0	5,303.1	5,303.0	8.2	98.5	87.08		371.6	3,540.2	3,525.5	3,418.8	106.72	33.036	
5,400.0	5,385.7	5,402.8	5,402.7	8.3	100.5	87.21		371.6	3,540.2	3,525.1	3,416.2	108.90	32.371	
5,500.0	5,485.3	5,502.5	5,502.3	8.5	102.6	87.34		371.6	3,540.2	3,524.7	3,413.6	111.07	31.733	
5,600.0	5,585.0	5,602.1	5,602.0	8.7	104.6	87.48		371.6	3,540.2	3,524.3	3,411.1	113.27	31.115	
5,700.0	5,684.7	5,701.8	5,701.7	8.8	106.7	87.61		371.6	3,540.2	3,524.0	3,408.5	115.52	30.506	
5,800.0	5,784.3	5,801.5	5,801.3	9.0	108.8	87.74		371.6	3,540.2	3,523.7	3,405.9	117.77	29.921	
5,900.0	5,884.0	5,901.1	5,901.0	9.1	110.9	87.88		371.6	3,540.2	3,523.3	3,403.3	120.02	29.357	
6,000.0	5,983.6	6,000.8	6,000.6	9.3	113.0	88.01		371.6	3,540.2	3,522.9	3,400.8	122.26	28.815	
6,100.0	6,083.3	6,100.5	6,100.3	9.4	115.0	88.14		371.6	3,540.2	3,522.8	3,398.3	124.48	28.301	
6,200.0	6,183.0	6,200.1	6,200.0	9.6	117.1	88.28		371.6	3,540.2	3,522.5	3,395.8	126.66	27.810	
6,300.0	6,282.6	6,299.8	6,299.6	9.8	119.1	88.41		371.6	3,540.2	3,522.3	3,393.4	128.85	27.337	
6,400.0	6,382.3	6,399.5	6,399.3	9.9	121.1	88.54		371.6	3,540.2	3,522.1	3,391.0	131.03	26.879	
6,500.0	6,481.9	6,499.1	6,498.9	10.1	123.1	88.67		371.6	3,540.2	3,521.9	3,388.6	133.22	26.436	
6,600.0	6,581.6	6,598.8	6,598.6	10.2	125.2	88.81		371.6	3,540.2	3,521.7	3,386.3	135.41	26.008	
6,700.0	6,681.3	6,698.4	6,698.3	10.4	127.2	88.94		371.6	3,540.2	3,521.5	3,383.9	137.59	25.594	
6,800.0	6,780.9	6,798.1	6,797.9	10.5	129.2	89.07		371.6	3,540.2	3,521.4	3,381.6	139.78	25.192	
6,900.0	6,880.6	6,897.8	6,897.6	10.7	131.3	89.21		371.6	3,540.2	3,521.2	3,379.3	141.97	24.803	
7,000.0	6,980.3	6,997.5	6,997.3	10.9	133.3	89.34		371.6	3,540.2	3,521.1	3,377.0	144.16	24.426	
7,100.0	7,079.9	7,097.1	7,096.9	11.0	135.3	89.47		371.6	3,540.2	3,521.1	3,374.7	146.34	24.060	
7,200.0	7,179.6	7,196.8	7,196.6	11.2	137.6	89.61		371.6	3,540.2	3,521.0	3,372.2	148.75	23.670	
7,300.0	7,279.2	7,296.5	7,296.2	11.3	140.0	89.74		371.6	3,540.2	3,520.9	3,369.6	151.30	23.271	
7,400.0	7,378.9	7,396.1	7,395.9	11.5	142.4	89.87		371.6	3,540.2	3,520.9	3,367.1	153.85	22.885	

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

COG Operating LLC

Anticollision Report

Company:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Project:	EDDY COUNTY, NM	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Reference Site:	DEEP BSS	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	EDM Users
Reference Design:	DWD Plan 1	Offset TVD Reference:	Offset Datum

Offset Design DEEP BSS - GREENWOOD #1 - OWB - ACTUAL WELLPATH													Offset Site Error:
Survey Program: 345-INC-ONLY													0.0 usft
Reference		Offset		Semi Major Axis		Distance							
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/S (usft)	+E/W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning
7,495.0	7,473.6	7,490.9	7,490.6	11.6	144.6	90.00	371.6	3,540.2	3,520.9	3,364.6	156.27	22.531	
7,500.0	7,478.6	7,495.8	7,495.6	11.7	144.7	90.01	371.6	3,540.2	3,520.9	3,364.5	156.40	22.512	
7,600.0	7,578.2	7,595.5	7,595.2	11.8	147.1	90.14	371.6	3,540.2	3,520.9	3,362.0	158.95	22.152	
7,700.0	7,677.9	7,695.1	7,694.9	12.0	149.5	90.27	371.6	3,540.2	3,520.9	3,359.4	161.50	21.802	
7,800.0	7,777.6	7,794.8	7,794.6	12.1	151.9	90.41	371.6	3,540.2	3,521.0	3,356.9	164.04	21.464	
7,900.0	7,877.2	7,894.5	7,894.2	12.3	154.3	90.54	371.6	3,540.2	3,521.1	3,354.5	166.61	21.134	
8,000.0	7,976.9	7,994.1	7,993.9	12.4	157.2	90.67	371.6	3,540.2	3,521.1	3,351.5	169.64	20.757	
8,100.0	8,076.5	8,093.8	8,093.5	12.6	160.1	90.81	371.6	3,540.2	3,521.3	3,348.6	172.68	20.394	
8,200.0	8,176.2	8,193.5	8,193.2	12.8	162.9	90.94	371.6	3,540.2	3,521.4	3,345.7	175.71	20.041	
8,300.0	8,275.9	8,293.2	8,292.9	12.9	166.2	91.07	371.6	3,540.2	3,521.5	3,342.4	179.12	19.660	
8,400.0	8,375.5	8,392.9	8,392.5	13.1	169.5	91.21	371.6	3,540.2	3,521.7	3,339.2	182.53	19.293	
8,500.0	8,475.2	8,492.5	8,492.2	13.1	172.7	91.34	371.6	3,540.2	3,521.9	3,336.0	185.85	18.950	
8,600.0	8,574.9	8,592.2	8,591.9	13.1	176.0	91.47	371.6	3,540.2	3,522.1	3,333.0	189.11	18.624	
8,651.5	8,626.2	8,643.5	8,643.2	13.1	177.6	91.54	371.6	3,540.2	3,522.2	3,331.4	190.79	18.461	
8,675.0	8,649.6	8,667.1	8,666.6	13.1	178.4	91.37	371.6	3,540.2	3,521.7	3,330.1	191.58	18.382	
8,700.0	8,674.4	8,691.9	8,691.4	13.2	179.3	42.17	371.6	3,540.2	3,519.8	3,327.4	192.45	18.290	
8,725.0	8,699.1	8,716.6	8,716.1	13.2	180.1	31.81	371.6	3,540.2	3,516.7	3,323.4	193.30	18.193	
8,750.0	8,723.6	8,741.1	8,740.6	13.2	181.0	25.76	371.6	3,540.2	3,512.3	3,318.2	194.16	18.090	
8,775.0	8,747.8	8,765.3	8,764.8	13.2	181.8	21.90	371.6	3,540.2	3,506.6	3,311.6	195.00	17.983	
8,800.0	8,771.7	8,789.2	8,788.7	13.2	182.6	19.29	371.6	3,540.2	3,499.7	3,303.8	195.64	17.870	
8,825.0	8,795.2	8,812.7	8,812.2	13.2	183.4	17.44	371.6	3,540.2	3,491.5	3,294.8	196.66	17.754	
8,850.0	8,818.2	8,835.7	8,835.2	13.2	184.2	16.09	371.6	3,540.2	3,482.1	3,284.6	197.47	17.633	
8,875.0	8,840.7	8,858.2	8,857.7	13.2	185.0	15.09	371.6	3,540.2	3,471.5	3,273.2	198.27	17.509	
8,900.0	8,862.6	8,880.1	8,879.6	13.3	185.8	14.35	371.6	3,540.2	3,459.7	3,260.7	199.05	17.381	
8,925.0	8,883.8	8,901.3	8,900.8	13.3	186.5	13.81	371.6	3,540.2	3,446.8	3,247.0	199.82	17.250	
8,950.0	8,904.3	8,921.8	8,921.3	13.4	187.2	13.43	371.6	3,540.2	3,432.8	3,232.2	200.57	17.115	
8,975.0	8,924.1	8,941.6	8,941.1	13.4	187.9	13.19	371.6	3,540.2	3,417.8	3,216.5	201.31	16.977	
9,000.0	8,943.0	8,960.5	8,960.0	13.5	188.5	13.07	371.6	3,540.2	3,401.7	3,199.7	202.04	16.837	
9,025.0	8,961.1	8,978.6	8,978.1	13.6	189.2	13.07	371.6	3,540.2	3,384.7	3,181.9	202.75	16.694	
9,050.0	8,978.3	8,995.7	8,995.3	13.7	189.8	13.18	371.6	3,540.2	3,366.7	3,163.3	203.45	16.548	
9,075.0	8,994.4	9,011.9	9,011.4	13.8	190.3	13.41	371.6	3,540.2	3,347.9	3,143.7	204.13	16.400	
9,100.0	9,009.6	9,027.1	9,026.6	14.0	190.8	13.76	371.6	3,540.2	3,329.2	3,123.4	204.81	16.250	
9,125.0	9,023.7	9,041.2	9,040.7	14.1	191.3	14.25	371.6	3,540.2	3,307.8	3,102.3	205.48	16.098	
9,150.0	9,036.7	9,054.2	9,053.7	14.3	191.8	14.92	371.6	3,540.2	3,286.6	3,080.5	206.13	15.944	
9,175.0	9,048.6	9,066.0	9,065.6	14.6	192.2	15.80	371.6	3,540.2	3,264.8	3,058.0	206.78	15.789	
9,200.0	9,059.3	9,076.8	9,076.3	14.9	192.6	16.95	371.6	3,540.2	3,242.4	3,035.0	207.42	15.632	
9,225.0	9,068.8	9,086.3	9,085.8	15.2	192.9	18.48	371.6	3,540.2	3,219.4	3,011.4	208.05	15.474	
9,250.0	9,077.1	9,094.6	9,094.1	15.5	193.2	20.53	371.6	3,540.2	3,196.0	2,987.4	208.67	15.316	
9,275.0	9,084.2	9,101.7	9,101.2	15.8	193.4	23.37	371.6	3,540.2	3,172.2	2,962.9	209.27	15.158	
9,300.0	9,090.0	9,107.5	9,107.0	16.2	193.6	27.48	371.6	3,540.2	3,148.0	2,938.2	209.87	15.000	
9,325.0	9,094.5	9,112.0	9,111.5	16.7	193.8	33.74	371.6	3,540.2	3,123.6	2,913.1	210.44	14.843	
9,350.0	9,097.8	9,115.2	9,114.8	17.1	193.9	44.02	371.6	3,540.2	3,098.9	2,887.9	210.99	14.687	
9,375.0	9,099.7	9,117.2	9,116.7	17.6	194.0	61.84	371.6	3,540.2	3,074.1	2,862.6	211.52	14.533	
9,381.3	9,100.0	9,117.5	9,117.0	17.7	194.0	67.99	371.6	3,540.2	3,067.9	2,856.2	211.65	14.495	
9,400.0	9,100.7	9,118.2	9,117.7	18.0	194.0	68.12	371.6	3,540.2	3,049.3	2,837.2	212.04	14.380	
9,500.0	9,104.6	9,122.1	9,121.6	20.1	194.1	68.77	371.6	3,540.2	2,949.8	2,735.5	214.27	13.767	
9,600.0	9,108.5	9,125.9	9,125.5	22.4	194.3	69.43	371.6	3,540.2	2,850.4	2,633.7	216.70	13.154	
9,700.0	9,112.3	9,129.8	9,129.3	24.9	194.4	70.10	371.6	3,540.2	2,751.0	2,531.7	219.27	12.546	
9,800.0	9,116.2	9,133.7	9,133.2	27.4	194.5	70.77	371.6	3,540.2	2,651.7	2,429.7	221.95	11.947	
9,900.0	9,120.1	9,137.6	9,137.1	30.0	194.7	71.45	371.6	3,540.2	2,552.4	2,327.7	224.70	11.359	
10,000.0	9,124.0	9,141.4	9,141.0	32.7	194.8	72.13	371.6	3,540.2	2,453.2	2,225.6	227.52	10.782	
10,100.0	9,127.8	9,145.3	9,144.8	35.5	194.9	72.82	371.6	3,540.2	2,354.0	2,123.6	230.39	10.218	

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

COG Operating LLC

Anticollision Report

Company:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Project:	EDDY COUNTY, NM	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Reference Site:	DEEP BSS	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	EDM_Users
Reference Design:	DWD Plan 1	Offset TVD Reference:	Offset Datum

Offset Design : DEEP BSS - GREENWOOD #1 - OWB - ACTUAL WELLPATH													Offset Site Error:	0.0 usft
Survey Program: 345-INC-ONLY													Offset Well Error:	3.0 usft
Reference		Offset		Semi Major Axis		Highside Toolface (°)	Distance		Minimum Separation (usft)	Separation Factor	Warning			
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)		Between Centres (usft)	Between Ellipses (usft)						
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
10,200.0	9,131.7	9,149.2	9,148.7	38.2	195.1	73.52	371.6	3,540.2	2,254.9	2,021.6	233.28	9.666		
10,300.0	9,135.6	9,153.1	9,152.6	41.0	195.2	74.22	371.6	3,540.2	2,155.8	1,919.6	236.21	9.127		
10,400.0	9,139.5	9,156.9	9,156.5	43.8	195.3	74.92	371.6	3,540.2	2,056.9	1,817.7	239.17	8.600		
10,500.0	9,143.3	9,160.8	9,160.3	46.7	195.5	75.63	371.6	3,540.2	1,958.0	1,715.9	242.14	8.086		
10,600.0	9,147.2	9,164.7	9,164.2	49.5	195.6	76.34	371.6	3,540.2	1,859.3	1,614.1	245.13	7.585		
10,700.0	9,151.1	9,168.6	9,168.1	52.4	195.7	77.06	371.6	3,540.2	1,760.7	1,512.5	248.13	7.096		
10,800.0	9,155.0	9,172.4	9,172.0	55.3	195.9	77.78	371.6	3,540.2	1,662.2	1,411.1	251.14	6.619		
10,900.0	9,158.8	9,176.3	9,175.8	58.2	196.0	78.51	371.6	3,540.2	1,563.9	1,309.8	254.16	6.153		
11,000.0	9,162.7	9,180.2	9,179.7	61.1	196.1	79.24	371.6	3,540.2	1,465.9	1,208.7	257.19	5.700		
11,100.0	9,166.6	9,184.0	9,183.6	64.0	196.3	79.97	371.6	3,540.2	1,368.1	1,107.9	260.23	5.257		
11,200.0	9,170.5	9,187.9	9,187.5	66.9	196.4	80.71	371.6	3,540.2	1,270.7	1,007.4	263.27	4.827		
11,300.0	9,174.3	9,191.8	9,191.3	69.8	196.5	81.45	371.6	3,540.2	1,173.7	907.4	266.32	4.407		
11,400.0	9,178.2	9,195.7	9,195.2	72.7	196.7	82.19	371.6	3,540.2	1,077.2	807.8	269.37	3.999		
11,500.0	9,182.1	9,199.5	9,199.1	75.6	196.8	82.93	371.6	3,540.2	981.4	709.0	272.43	3.602		
11,600.0	9,185.9	9,203.4	9,202.9	78.6	196.9	83.68	371.6	3,540.2	886.5	611.0	275.49	3.218		
11,700.0	9,189.8	9,207.3	9,206.8	81.5	197.1	84.43	371.6	3,540.2	792.9	514.4	278.56	2.846		
11,800.0	9,193.7	9,211.2	9,210.7	84.4	197.2	85.18	371.6	3,540.2	701.0	419.4	281.62	2.489		
11,900.0	9,197.6	9,215.0	9,214.6	87.4	197.3	85.93	371.6	3,540.2	611.6	326.9	284.70	2.148		
12,000.0	9,201.4	9,230.0	9,229.3	90.3	197.9	86.80	371.6	3,540.2	526.2	238.0	288.15	1.826 Advise and Monitor		
12,100.0	9,205.3	9,230.0	9,229.3	93.2	197.9	88.80	371.6	3,540.2	446.6	155.5	291.09	1.534 Advise and Monitor		
12,200.0	9,209.2	9,230.0	9,229.3	96.2	197.9	88.80	371.6	3,540.2	376.8	82.8	294.04	1.282 Shut in Produces		
12,300.0	9,213.1	9,230.8	9,230.1	99.1	197.9	88.96	371.6	3,540.2	323.3	26.3	297.00	1.089 Shut in Produces		
12,400.0	9,216.9	9,234.7	9,233.9	102.1	198.0	89.72	371.6	3,540.2	295.1	-5.0	300.06	0.983 Stop Drilling Now		
12,437.5	9,218.4	9,236.1	9,235.4	103.2	198.0	90.00	371.6	3,540.2	292.7	-8.5	301.20	0.972 Stop Drilling Now, CC, ES, SF		
12,500.0	9,220.8	9,238.5	9,237.8	105.0	198.1	90.47	371.6	3,540.2	299.3	-3.8	303.11	0.987 Stop Drilling Now		
12,600.0	9,224.7	9,242.4	9,241.7	108.0	198.2	91.23	371.6	3,540.2	334.8	28.6	306.17	1.093 Shut in Produces		
12,700.0	9,228.6	9,246.3	9,245.6	110.9	198.3	91.99	371.6	3,540.2	393.1	83.8	309.23	1.271 Shut in Produces		
12,800.0	9,232.4	9,250.2	9,249.4	113.9	198.4	92.74	371.6	3,540.2	465.7	153.5	312.29	1.491 Shut in Produces		
12,900.0	9,236.3	9,254.0	9,253.3	116.8	198.5	93.50	371.6	3,540.2	547.1	231.7	315.35	1.735 Advise and Monitor		
13,000.0	9,240.2	9,257.9	9,257.2	119.8	198.6	94.25	371.6	3,540.2	633.8	315.4	318.41	1.990 Advise and Monitor		
13,100.0	9,244.1	9,261.8	9,261.1	122.7	198.7	95.01	371.6	3,540.2	723.9	402.4	321.48	2.252		
13,200.0	9,247.9	9,265.7	9,264.9	125.7	198.8	95.76	371.6	3,540.2	816.3	491.7	324.54	2.515		
13,300.0	9,251.8	9,269.5	9,268.8	128.7	198.9	96.51	371.6	3,540.2	910.2	582.6	327.60	2.778		
13,400.0	9,255.7	9,273.4	9,272.7	131.6	199.1	97.25	371.6	3,540.2	1,005.4	674.7	330.67	3.040		
13,500.0	9,259.5	9,277.3	9,276.5	134.6	199.2	98.00	371.6	3,540.2	1,101.4	767.6	333.74	3.300		
13,600.0	9,263.4	9,281.2	9,280.4	137.5	199.3	98.74	371.6	3,540.2	1,198.0	861.2	336.80	3.557		
13,700.0	9,267.3	9,285.0	9,284.3	140.5	199.4	99.48	371.6	3,540.2	1,295.1	955.2	339.87	3.811		
13,800.0	9,271.2	9,288.9	9,288.2	143.5	199.5	100.21	371.6	3,540.2	1,392.6	1,049.7	342.94	4.061		
13,900.0	9,275.0	9,292.8	9,292.0	146.4	199.6	100.95	371.6	3,540.2	1,490.5	1,144.5	346.01	4.308		
14,000.0	9,278.9	9,296.6	9,295.9	149.4	199.7	101.67	371.6	3,540.2	1,588.6	1,239.5	349.07	4.551		
14,100.0	9,282.8	9,300.5	9,299.8	152.3	199.8	102.40	371.6	3,540.2	1,686.9	1,334.7	352.14	4.790		
14,200.0	9,286.7	9,304.4	9,303.7	155.3	199.9	103.12	371.6	3,540.2	1,785.4	1,430.2	355.21	5.026		
14,300.0	9,290.5	9,308.3	9,307.5	158.3	200.0	103.84	371.6	3,540.2	1,884.0	1,525.7	358.28	5.258		
14,400.0	9,294.4	9,312.1	9,311.4	161.2	200.1	104.55	371.6	3,540.2	1,982.8	1,621.4	361.36	5.487		
14,500.0	9,298.3	9,316.0	9,315.3	164.2	200.2	105.26	371.6	3,540.2	2,081.7	1,717.3	364.43	5.712		
14,550.2	9,300.2	9,318.0	9,317.2	165.7	200.3	105.61	371.6	3,540.2	2,131.3	1,765.4	366.97	5.824		

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

COG Operating LLC

Anticollision Report

Company:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Project:	EDDY COUNTY, NM	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Reference Site:	DEEP BSS	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at:	2.00 sigma
Reference Wellbore:	OWB	Database:	EDM_Users
Reference Design:	DWD Plan 1	Offset TVD Reference:	Offset Datum

Offset Design (DEEP BSS - SPRUCE GOOSE FEDERAL #1 - OWB - ACTUAL WELLPATH)													Offset Site Error:	0.0 usft
Survey Program: 235-INC-ONLY													Offset Well Error:	3.0 usft
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	Offset Wellbore Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
0.0	0.0	10.0	10.0	0.0	3.0	82.77	668.4	5,270.7	5,312.9					
100.0	100.0	110.0	110.0	0.1	3.1	82.77	668.4	5,270.7	5,312.9	5,309.7	3.20	1,662.496		
200.0	200.0	210.0	210.0	0.2	3.5	82.77	668.4	5,270.7	5,312.9	5,309.2	3.68	1,443.833		
300.0	300.0	310.0	310.0	0.4	4.4	82.77	668.4	5,270.7	5,312.9	5,308.1	4.82	1,101.816		
400.0	400.0	410.0	410.0	0.5	5.9	82.77	668.4	5,270.7	5,312.9	5,306.5	6.43	825.670		
500.0	500.0	510.0	510.0	0.7	7.5	82.77	668.4	5,270.7	5,312.9	5,304.7	8.20	647.937		
600.0	600.0	610.0	610.0	0.8	9.2	82.77	668.4	5,270.7	5,312.9	5,302.9	10.04	529.294		
700.0	700.0	710.0	710.0	1.0	10.9	82.77	668.4	5,270.7	5,312.9	5,301.0	11.93	445.208		
800.0	800.0	810.0	810.0	1.2	12.8	82.77	668.4	5,270.7	5,312.9	5,299.0	13.91	381.866		
900.0	900.0	910.0	910.0	1.3	14.6	82.77	668.4	5,270.7	5,312.9	5,297.0	15.91	333.973		
1,000.0	1,000.0	1,010.0	1,010.0	1.5	16.5	82.77	668.4	5,270.7	5,312.9	5,295.0	17.96	295.890		
1,100.0	1,100.0	1,110.0	1,110.0	1.6	18.4	80.33	668.4	5,270.7	5,312.6	5,292.6	20.03	265.229		
1,200.0	1,199.8	1,209.8	1,209.8	1.8	20.3	80.40	668.4	5,270.7	5,311.7	5,289.6	22.11	240.236		
1,235.6	1,235.3	1,245.3	1,245.3	1.8	21.0	80.44	668.4	5,270.7	5,311.3	5,288.4	22.85	232.438		
1,300.0	1,299.5	1,309.5	1,309.5	1.9	22.2	80.49	668.4	5,270.7	5,310.4	5,288.2	24.19	219.503		
1,400.0	1,399.2	1,409.2	1,409.2	2.1	24.2	80.58	668.4	5,270.7	5,309.1	5,282.8	26.28	202.002		
1,500.0	1,498.8	1,508.8	1,508.8	2.2	26.1	80.67	668.4	5,270.7	5,307.7	5,279.3	28.37	187.062		
1,600.0	1,598.5	1,608.5	1,608.5	2.4	28.1	80.76	668.4	5,270.7	5,306.4	5,275.9	30.48	174.075		
1,700.0	1,698.2	1,708.2	1,708.2	2.6	30.1	80.84	668.4	5,270.7	5,305.1	5,272.4	32.64	162.517		
1,800.0	1,797.8	1,807.8	1,807.8	2.7	32.1	80.93	668.4	5,270.7	5,303.8	5,269.0	34.80	152.388		
1,900.0	1,897.5	1,907.5	1,907.5	2.9	34.1	81.02	668.4	5,270.7	5,302.5	5,265.5	36.99	143.337		
2,000.0	1,997.2	2,007.2	2,007.2	3.0	36.2	81.11	668.4	5,270.7	5,301.2	5,262.0	39.23	135.140		
2,100.0	2,096.8	2,106.8	2,106.8	3.2	38.3	81.19	668.4	5,270.7	5,299.9	5,258.5	41.46	127.824		
2,200.0	2,196.5	2,206.5	2,206.5	3.3	40.5	81.28	668.4	5,270.7	5,298.7	5,254.8	43.86	120.757		
2,300.0	2,296.1	2,306.2	2,306.1	3.5	43.0	81.37	668.4	5,270.7	5,297.4	5,250.9	46.48	113.978		
2,400.0	2,395.8	2,405.8	2,405.8	3.7	45.4	81.46	668.4	5,270.7	5,296.2	5,247.1	49.08	107.916		
2,500.0	2,495.5	2,505.5	2,505.5	3.8	48.1	81.54	668.4	5,270.7	5,295.0	5,243.0	51.94	101.951		
2,600.0	2,595.1	2,605.2	2,605.1	4.0	51.0	81.63	668.4	5,270.7	5,293.8	5,238.8	54.98	96.290		
2,700.0	2,694.8	2,704.9	2,704.8	4.1	53.6	81.72	668.4	5,270.7	5,292.6	5,234.8	57.77	91.614		
2,800.0	2,794.4	2,804.6	2,804.4	4.3	55.9	81.81	668.4	5,270.7	5,291.4	5,231.2	60.21	87.884		
2,900.0	2,894.1	2,904.2	2,904.1	4.4	58.1	81.89	668.4	5,270.7	5,290.2	5,227.7	62.57	84.555		
3,000.0	2,993.8	3,003.9	3,003.8	4.6	60.2	81.98	668.4	5,270.7	5,289.1	5,224.3	64.79	81.629		
3,100.0	3,093.4	3,103.6	3,103.4	4.7	62.1	82.07	668.4	5,270.7	5,287.9	5,221.0	66.90	79.040		
3,200.0	3,193.1	3,203.3	3,203.1	4.9	64.1	82.16	668.4	5,270.7	5,286.8	5,217.8	69.01	76.608		
3,300.0	3,292.8	3,302.9	3,302.8	5.1	66.1	82.25	668.4	5,270.7	5,285.7	5,214.6	71.12	74.321		
3,400.0	3,392.4	3,400.0	3,399.8	5.2	68.0	82.33	668.4	5,270.7	5,284.6	5,211.4	73.18	72.215		
3,500.0	3,492.1	3,502.3	3,502.1	5.4	69.9	82.42	668.4	5,270.7	5,283.5	5,208.2	75.26	70.204		
3,600.0	3,591.7	3,601.9	3,601.7	5.5	71.8	82.51	668.4	5,270.7	5,282.4	5,205.1	77.29	68.345		
3,700.0	3,691.4	3,701.6	3,701.4	5.7	73.6	82.60	668.4	5,270.7	5,281.3	5,202.0	79.32	66.581		
3,800.0	3,791.1	3,801.2	3,801.1	5.8	75.5	82.69	668.4	5,270.7	5,280.3	5,198.9	81.35	64.905		
3,900.0	3,890.7	3,900.9	3,900.7	6.0	77.4	82.77	668.4	5,270.7	5,279.2	5,195.8	83.41	63.293		
4,000.0	3,990.4	4,000.6	4,000.4	6.2	79.4	82.86	668.4	5,270.7	5,278.2	5,192.6	85.60	61.659		
4,100.0	4,090.1	4,100.2	4,100.1	6.3	81.5	82.95	668.4	5,270.7	5,277.2	5,189.4	87.80	60.107		
4,200.0	4,189.7	4,199.9	4,199.7	6.5	83.5	83.04	668.4	5,270.7	5,276.2	5,186.2	89.99	58.631		
4,300.0	4,289.4	4,299.6	4,299.4	6.6	85.6	83.13	668.4	5,270.7	5,275.2	5,183.0	92.18	57.225		
4,400.0	4,389.0	4,399.2	4,399.0	6.8	87.7	83.21	668.4	5,270.7	5,274.2	5,179.7	94.49	55.819		
4,500.0	4,488.7	4,498.9	4,498.7	6.9	90.1	83.30	668.4	5,270.7	5,273.2	5,176.2	97.01	54.360		
4,600.0	4,588.4	4,598.6	4,598.4	7.1	92.4	83.39	668.4	5,270.7	5,272.3	5,172.8	99.52	52.976		
4,700.0	4,688.0	4,698.2	4,698.0	7.3	94.8	83.48	668.4	5,270.7	5,271.3	5,169.3	102.04	51.659		
4,800.0	4,787.7	4,797.9	4,797.7	7.4	97.1	83.57	668.4	5,270.7	5,270.4	5,165.9	104.56	50.407		
4,900.0	4,887.4	4,897.6	4,897.4	7.6	99.7	83.66	668.4	5,270.7	5,269.5	5,162.3	107.23	49.143		
5,000.0	4,987.0	4,997.2	4,997.0	7.7	102.3	83.74	668.4	5,270.7	5,268.6	5,158.6	110.01	47.893		

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

COG Operating LLC

Anticollision Report

Company:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Project:	EDDY COUNTY, NM	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Reference Site:	DEEP BSS	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	EDM_Users
Reference Design:	DWD Plan 1	Offset TVD Reference:	Offset Datum

Offset Design DEEP BSS - SPRUCE GOOSE FEDERAL #1 - OWB - ACTUAL WELLPATH													Offset Site Error:	0.0 usft
Survey Program: 235-INC-ONLY													Offset Well Error:	3.0 usft
Reference		Offset		Semi Major Axis		Distance							Warning	
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	Offset Wellbore Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor		
5,100.0	5,086.7	5,093.0	5,092.7	7.9	104.8	83.83	668.4	5,270.7	5,267.7	5,155.0	112.68	46.748		
5,200.0	5,186.3	5,196.6	5,196.3	8.0	106.9	83.92	668.4	5,270.7	5,266.8	5,151.9	114.96	45.816		
5,300.0	5,286.0	5,296.3	5,296.0	8.2	108.9	84.01	668.4	5,270.7	5,266.0	5,148.8	117.15	44.952		
5,400.0	5,385.7	5,396.0	5,395.7	8.3	110.9	84.10	668.4	5,270.7	5,265.1	5,145.8	119.27	44.144		
5,500.0	5,485.3	5,495.6	5,495.3	8.5	112.9	84.19	668.4	5,270.7	5,264.3	5,142.9	121.38	43.370		
5,600.0	5,585.0	5,595.3	5,595.0	8.7	115.0	84.28	668.4	5,270.7	5,263.4	5,139.8	123.64	42.571		
5,700.0	5,684.7	5,694.9	5,694.7	8.8	117.5	84.36	668.4	5,270.7	5,262.6	5,136.3	126.35	41.653		
5,800.0	5,784.3	5,794.6	5,794.3	9.0	120.1	84.45	668.4	5,270.7	5,261.8	5,132.8	129.05	40.773		
5,900.0	5,884.0	5,894.3	5,894.0	9.1	122.6	84.54	668.4	5,270.7	5,261.0	5,129.3	131.76	39.929		
6,000.0	5,983.6	5,993.9	5,993.6	9.3	125.2	84.63	668.4	5,270.7	5,260.2	5,125.8	134.47	39.119		
6,100.0	6,083.3	6,093.7	6,093.3	9.4	127.6	84.72	668.4	5,270.7	5,259.5	5,122.4	137.05	38.376		
6,200.0	6,183.0	6,193.3	6,193.0	9.6	129.6	84.81	668.4	5,270.7	5,258.7	5,119.5	139.24	37.767		
6,300.0	6,282.6	6,293.0	6,292.6	9.8	131.7	84.90	668.4	5,270.7	5,258.0	5,116.6	141.43	37.177		
6,400.0	6,382.3	6,392.6	6,392.3	9.9	133.7	84.99	668.4	5,270.7	5,257.3	5,113.6	143.62	36.605		
6,500.0	6,481.9	6,492.3	6,491.9	10.1	135.7	85.08	668.4	5,270.7	5,256.5	5,110.7	145.81	36.050		
6,600.0	6,581.6	6,592.0	6,591.6	10.2	137.8	85.16	668.4	5,270.7	5,255.8	5,107.8	148.00	35.512		
6,700.0	6,681.3	6,691.7	6,691.3	10.4	139.8	85.25	668.4	5,270.7	5,255.2	5,105.0	150.19	34.989		
6,800.0	6,780.9	6,791.4	6,790.9	10.5	141.8	85.34	668.4	5,270.7	5,254.5	5,102.1	152.38	34.482		
6,900.0	6,880.6	6,891.0	6,890.6	10.7	143.9	85.43	668.4	5,270.7	5,253.8	5,099.2	154.58	33.989		
7,000.0	6,980.3	6,990.7	6,990.3	10.9	146.0	85.52	668.4	5,270.7	5,253.2	5,096.3	156.90	33.482		
7,100.0	7,079.9	7,090.3	7,089.9	11.0	148.5	85.61	668.4	5,270.7	5,252.5	5,093.0	159.52	32.926		
7,200.0	7,179.6	7,190.0	7,189.6	11.2	151.0	85.70	668.4	5,270.7	5,251.9	5,089.8	162.15	32.389		
7,300.0	7,279.2	7,289.7	7,289.2	11.3	153.4	85.79	668.4	5,270.7	5,251.3	5,086.5	164.78	31.869		
7,400.0	7,378.9	7,389.4	7,388.9	11.5	155.9	85.88	668.4	5,270.7	5,250.7	5,083.3	167.41	31.364		
7,500.0	7,478.6	7,489.1	7,488.6	11.7	158.4	85.97	668.4	5,270.7	5,250.1	5,080.1	170.05	30.875		
7,600.0	7,578.2	7,588.7	7,588.2	11.8	160.9	86.05	668.4	5,270.7	5,249.5	5,076.9	172.68	30.401		
7,700.0	7,677.9	7,688.4	7,687.9	12.0	163.3	86.14	668.4	5,270.7	5,249.0	5,073.7	175.31	29.941		
7,800.0	7,777.6	7,788.1	7,787.6	12.1	165.9	86.23	668.4	5,270.7	5,248.4	5,070.4	178.06	29.476		
7,900.0	7,877.2	7,887.7	7,887.2	12.3	168.6	86.32	668.4	5,270.7	5,247.9	5,067.0	180.88	29.013		
8,000.0	7,976.9	7,987.4	7,986.9	12.4	171.3	86.41	668.4	5,270.7	5,247.4	5,063.7	183.70	28.565		
8,100.0	8,076.5	8,087.1	8,086.5	12.6	173.9	86.50	668.4	5,270.7	5,246.9	5,060.3	186.52	28.130		
8,200.0	8,176.2	8,186.7	8,186.2	12.8	176.6	86.59	668.4	5,270.7	5,246.4	5,057.0	189.34	27.708		
8,300.0	8,275.9	8,286.5	8,285.9	12.9	179.1	86.68	668.4	5,270.7	5,245.9	5,053.9	192.03	27.318		
8,400.0	8,375.5	8,386.1	8,385.5	13.1	181.6	86.77	668.4	5,270.7	5,245.4	5,050.7	194.67	26.945		
8,500.0	8,475.2	8,485.8	8,485.2	13.1	184.1	86.86	668.4	5,270.7	5,245.0	5,047.7	197.22	26.595		
8,600.0	8,574.9	8,585.5	8,584.9	13.1	186.5	86.95	668.4	5,270.7	5,244.5	5,044.8	199.69	26.263		
8,651.5	8,626.2	8,636.8	8,636.2	13.1	187.8	86.99	668.4	5,270.7	5,244.3	5,043.3	200.94	26.099		
8,675.0	8,649.6	8,660.2	8,659.6	13.1	188.3	56.80	668.4	5,270.7	5,243.6	5,042.1	201.50	26.022		
8,700.0	8,674.4	8,685.1	8,684.4	13.2	188.9	37.58	668.4	5,270.7	5,241.6	5,039.5	202.11	25.935		
8,725.0	8,699.1	8,709.8	8,709.1	13.2	189.5	27.17	668.4	5,270.7	5,238.3	5,035.6	202.71	25.842		
8,750.0	8,723.6	8,734.3	8,733.6	13.2	190.1	21.06	668.4	5,270.7	5,233.7	5,030.4	203.30	25.743		
8,775.0	8,747.8	8,758.5	8,757.8	13.2	190.7	17.13	668.4	5,270.7	5,227.9	5,024.0	203.90	25.640		
8,800.0	8,771.7	8,782.4	8,781.7	13.2	191.3	14.42	668.4	5,270.7	5,220.8	5,016.3	204.48	25.532		
8,825.0	8,795.2	8,805.9	8,805.2	13.2	191.8	12.46	668.4	5,270.7	5,212.4	5,007.3	205.06	25.419		
8,850.0	8,818.2	8,828.9	8,828.2	13.2	192.4	10.97	668.4	5,270.7	5,202.8	4,997.2	205.63	25.302		
8,875.0	8,840.7	8,851.3	8,850.7	13.2	192.9	9.82	668.4	5,270.7	5,192.0	4,985.8	206.19	25.181		
8,900.0	8,862.6	8,873.2	8,872.6	13.3	193.5	8.90	668.4	5,270.7	5,180.1	4,973.3	206.75	25.055		
8,925.0	8,883.8	8,894.5	8,893.8	13.3	194.0	8.16	668.4	5,270.7	5,167.0	4,959.7	207.27	24.929		
8,950.0	8,904.3	8,915.0	8,914.3	13.4	194.4	7.54	668.4	5,270.7	5,152.8	4,945.1	207.71	24.807		
8,975.0	8,924.1	8,934.8	8,934.1	13.4	194.7	7.03	668.4	5,270.7	5,137.6	4,929.4	208.15	24.681		
9,000.0	8,943.0	8,953.7	8,953.0	13.5	195.1	6.59	668.4	5,270.7	5,121.3	4,912.7	208.59	24.552		
9,025.0	8,961.1	8,971.8	8,971.1	13.6	195.5	6.22	668.4	5,270.7	5,104.1	4,895.1	209.03	24.418		

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

COG Operating LLC

Anticollision Report

Company:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Project:	EDDY COUNTY, NM	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Reference Site:	DEEP BSS	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	EDM_Users
Reference Design:	DWD Plan 1	Offset TVD Reference:	Offset Datum

Offset Design DEEP BSS - SPRUCE GOOSE FEDERAL #1 - OWB - ACTUAL WELLPATH													Offset Site Error:	0.0 usft
Survey Program: 235-INC-ONLY													Offset Well Error:	3.0 usft
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	Offset Wellbore Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
9,050.0	8,978.3	8,988.9	8,988.3	13.7	195.8	5.90	668.4	5,270.7	5,086.0	4,876.5	209.47	24.280		
9,075.0	8,994.4	9,005.1	9,004.4	13.8	196.1	5.62	668.4	5,270.7	5,066.9	4,857.0	209.91	24.138		
9,100.0	9,009.6	9,020.3	9,019.6	14.0	196.4	5.38	668.4	5,270.7	5,047.1	4,836.7	210.36	23.993		
9,125.0	9,023.7	9,034.4	9,033.7	14.1	196.7	5.16	668.4	5,270.7	5,026.5	4,815.7	210.81	23.843		
9,150.0	9,036.7	9,047.4	9,046.7	14.3	196.9	4.97	668.4	5,270.7	5,005.2	4,793.9	211.27	23.690		
9,175.0	9,048.6	9,059.2	9,058.6	14.6	197.2	4.79	668.4	5,270.7	4,983.2	4,771.4	211.74	23.534		
9,200.0	9,059.3	9,070.0	9,069.3	14.9	197.4	4.63	668.4	5,270.7	4,960.6	4,748.4	212.22	23.375		
9,225.0	9,068.8	9,079.5	9,078.8	15.2	197.5	4.47	668.4	5,270.7	4,937.5	4,724.8	212.70	23.213		
9,250.0	9,077.1	9,087.8	9,087.1	15.5	197.7	4.31	668.4	5,270.7	4,913.9	4,700.7	213.20	23.049		
9,275.0	9,084.2	9,094.9	9,094.2	15.8	197.8	4.13	668.4	5,270.7	4,890.0	4,676.3	213.70	22.883		
9,300.0	9,090.0	9,100.7	9,100.0	16.2	198.0	3.91	668.4	5,270.7	4,865.7	4,651.5	214.20	22.716		
9,325.0	9,094.5	9,105.2	9,104.5	16.7	198.0	3.69	668.4	5,270.7	4,841.1	4,626.4	214.71	22.548		
9,350.0	9,097.8	9,108.4	9,107.8	17.1	198.1	2.99	668.4	5,270.7	4,816.3	4,601.1	215.21	22.379		
9,375.0	9,099.7	9,110.4	9,109.7	17.6	198.1	1.23	668.4	5,270.7	4,791.4	4,575.7	215.71	22.212		
9,381.3	9,100.0	9,110.7	9,110.0	17.7	198.1	0.05	668.4	5,270.7	4,785.1	4,569.3	215.84	22.170		
9,400.0	9,100.7	9,111.4	9,110.7	18.0	198.2	0.05	668.4	5,270.7	4,766.4	4,550.2	216.21	22.045		
9,500.0	9,104.6	9,115.3	9,114.6	20.1	198.2	0.05	668.4	5,270.7	4,666.5	4,448.1	218.38	21.368		
9,600.0	9,108.5	9,119.1	9,118.5	22.4	198.3	0.05	668.4	5,270.7	4,566.5	4,345.8	220.75	20.686		
9,700.0	9,112.3	9,123.0	9,122.3	24.9	198.4	0.05	668.4	5,270.7	4,466.6	4,243.4	223.27	20.006		
9,800.0	9,116.2	9,126.9	9,126.2	27.4	198.5	0.05	668.4	5,270.7	4,366.7	4,140.8	225.89	19.331		
9,900.0	9,120.1	9,130.8	9,130.1	30.0	198.5	0.06	668.4	5,270.7	4,266.8	4,038.2	228.58	18.666		
10,000.0	9,124.0	9,134.6	9,134.0	32.7	198.6	0.06	668.4	5,270.7	4,166.8	3,935.5	231.34	18.012		
10,100.0	9,127.8	9,138.5	9,137.8	35.5	198.7	0.06	668.4	5,270.7	4,066.9	3,832.8	234.15	17.369		
10,200.0	9,131.7	9,142.4	9,141.7	38.2	198.8	0.06	668.4	5,270.7	3,967.0	3,730.0	236.99	16.739		
10,300.0	9,135.6	9,146.3	9,145.6	41.0	198.8	0.06	668.4	5,270.7	3,867.1	3,627.2	239.86	16.122		
10,400.0	9,139.5	9,150.1	9,149.5	43.8	198.9	0.06	668.4	5,270.7	3,767.1	3,524.4	242.75	15.518		
10,500.0	9,143.3	9,154.0	9,153.3	46.7	199.0	0.07	668.4	5,270.7	3,667.2	3,421.6	245.67	14.928		
10,600.0	9,147.2	9,157.9	9,157.2	49.5	199.1	0.07	668.4	5,270.7	3,567.3	3,318.7	248.59	14.350		
10,700.0	9,151.1	9,161.8	9,161.1	52.4	199.1	0.07	668.4	5,270.7	3,467.4	3,215.8	251.54	13.785		
10,800.0	9,155.0	9,165.6	9,165.0	55.3	199.2	0.07	668.4	5,270.7	3,367.4	3,113.0	254.49	13.232		
10,900.0	9,158.8	9,169.5	9,168.8	58.2	199.3	0.07	668.4	5,270.7	3,267.5	3,010.1	257.45	12.692		
11,000.0	9,162.7	9,173.4	9,172.7	61.1	199.4	0.08	668.4	5,270.7	3,167.6	2,907.2	260.43	12.163		
11,100.0	9,166.6	9,177.3	9,176.6	64.0	199.4	0.08	668.4	5,270.7	3,067.7	2,804.3	263.40	11.646		
11,200.0	9,170.5	9,181.1	9,180.5	66.9	199.5	0.08	668.4	5,270.7	2,967.7	2,701.4	266.39	11.141		
11,300.0	9,174.3	9,185.0	9,184.3	69.8	199.6	0.08	668.4	5,270.7	2,867.8	2,598.4	269.38	10.646		
11,400.0	9,178.2	9,188.9	9,188.2	72.7	199.7	0.09	668.4	5,270.7	2,767.9	2,495.5	272.37	10.162		
11,500.0	9,182.1	9,192.7	9,192.1	75.6	199.7	0.09	668.4	5,270.7	2,668.0	2,392.6	275.37	9.689		
11,600.0	9,185.9	9,196.6	9,195.9	78.6	199.8	0.09	668.4	5,270.7	2,568.0	2,289.7	278.38	9.225		
11,700.0	9,189.8	9,200.5	9,199.8	81.5	199.9	0.10	668.4	5,270.7	2,468.1	2,186.7	281.38	8.771		
11,800.0	9,193.7	9,204.4	9,203.7	84.4	200.0	0.10	668.4	5,270.7	2,368.2	2,083.8	284.39	8.327		
11,900.0	9,197.6	9,208.2	9,207.6	87.4	200.0	0.11	668.4	5,270.7	2,268.3	1,980.9	287.40	7.892		
12,000.0	9,201.4	9,212.1	9,211.4	90.3	200.1	0.11	668.4	5,270.7	2,168.3	1,877.9	290.42	7.466		
12,100.0	9,205.3	9,216.0	9,215.3	93.2	200.2	0.12	668.4	5,270.7	2,068.4	1,775.0	293.43	7.049		
12,200.0	9,209.2	9,219.9	9,219.2	96.2	200.3	0.12	668.4	5,270.7	1,968.5	1,672.0	296.45	6.640		
12,300.0	9,213.1	9,223.7	9,223.1	99.1	200.3	0.13	668.4	5,270.7	1,868.6	1,569.1	299.47	6.240		
12,400.0	9,216.9	9,227.6	9,226.9	102.1	200.4	0.14	668.4	5,270.7	1,768.6	1,466.2	302.49	5.847		
12,500.0	9,220.8	9,231.5	9,230.8	105.0	200.5	0.14	668.4	5,270.7	1,668.7	1,363.2	305.52	5.462		
12,600.0	9,224.7	9,235.4	9,234.7	108.0	200.6	0.15	668.4	5,270.7	1,568.8	1,260.3	308.54	5.085		
12,700.0	9,228.6	9,239.2	9,238.6	110.9	200.6	0.16	668.4	5,270.7	1,468.9	1,157.3	311.57	4.714		
12,800.0	9,232.4	9,243.1	9,242.4	113.9	200.7	0.18	668.4	5,270.7	1,368.9	1,054.4	314.60	4.351		
12,900.0	9,236.3	9,247.0	9,246.3	116.8	200.8	0.19	668.4	5,270.7	1,269.0	951.4	317.63	3.995		
13,000.0	9,240.2	9,250.9	9,250.2	119.8	200.9	0.21	668.4	5,270.7	1,169.1	848.4	320.66	3.646		

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

COG Operating LLC

Anticollision Report

Company:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Project:	EDDY COUNTY, NM	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Reference Site:	DEEP BSS	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at	2.00 sigma
Reference Wellbore:	OWB	Database:	EDM_Users
Reference Design:	DWD Plan 1	Offset TVD Reference:	Offset Datum

Offset Design DEEP BSS - SPRUCE GOOSE FEDERAL #1 - OWB - ACTUAL WELLPATH													Offset Site Error:	0.0 usft
Survey Program: 235-INC-ONLY													Offset Well Error:	3.0 usft
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Semi Major Axis Toolface (°)	Offset Wellbore Centre +N/-S (usft)	Offset Wellbore Centre +E/-W (usft)	Distance Between Centres (usft)	Distance Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
13,100.0	9,244.1	9,254.7	9,254.1	122.7	200.9	0.22	668.4	5,270.7	1,069.2	745.5	323.69	3.303		
13,200.0	9,247.9	9,258.6	9,257.9	125.7	201.0	0.25	668.4	5,270.7	969.2	642.5	326.72	2.967		
13,300.0	9,251.8	9,262.5	9,261.8	128.7	201.1	0.26	668.4	5,270.7	869.3	539.6	329.75	2.636		
13,400.0	9,255.7	9,266.3	9,265.7	131.6	201.2	0.31	668.4	5,270.7	769.4	436.6	332.78	2.312		
13,500.0	9,259.5	9,270.2	9,269.5	134.6	201.2	0.36	668.4	5,270.7	669.5	333.7	335.82	1.994 Advise and Monitor		
13,600.0	9,263.4	9,274.1	9,273.4	137.5	201.3	0.42	668.4	5,270.7	569.5	230.7	338.85	1.681 Advise and Monitor		
13,700.0	9,267.3	9,278.0	9,277.3	140.5	201.4	0.51	668.4	5,270.7	469.6	127.7	341.89	1.374 Shut in Produces		
13,800.0	9,271.2	9,281.8	9,281.2	143.5	201.5	0.65	668.4	5,270.7	369.7	24.8	344.92	1.072 Shut in Produces		
13,900.0	9,275.0	9,285.7	9,285.0	146.4	201.5	0.89	668.4	5,270.7	269.8	-78.2	347.96	0.775 Stop Drilling Now		
14,000.0	9,278.9	9,289.6	9,288.9	149.4	201.6	1.41	668.4	5,270.7	169.8	-181.1	350.99	0.484 Stop Drilling Now		
14,100.0	9,282.8	9,293.5	9,292.8	152.3	201.7	3.43	668.4	5,270.7	69.9	-284.1	354.03	0.198 Stop Drilling Now		
14,170.0	9,285.5	9,296.2	9,295.5	154.4	201.7	90.00	668.4	5,270.7	0.2	-356.0	356.16	0.000 Stop Drilling Now, CC, ES, SF		
14,200.0	9,286.7	9,297.3	9,296.7	155.3	201.8	172.05	668.4	5,270.7	30.0	-327.1	357.07	0.084 Stop Drilling Now		
14,300.0	9,290.5	9,301.2	9,300.5	158.3	201.8	178.15	668.4	5,270.7	129.9	-230.2	360.11	0.361 Stop Drilling Now		
14,400.0	9,294.4	9,305.1	9,304.4	161.2	201.9	178.96	668.4	5,270.7	229.9	-133.3	363.14	0.633 Stop Drilling Now		
14,500.0	9,298.3	9,309.0	9,308.3	164.2	202.0	179.27	668.4	5,270.7	329.8	-36.4	366.18	0.901 Stop Drilling Now		
14,550.2	9,300.2	9,310.9	9,310.2	165.7	202.0	179.37	668.4	5,270.7	379.9	12.2	367.71	1.033 Shut in Produces		

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

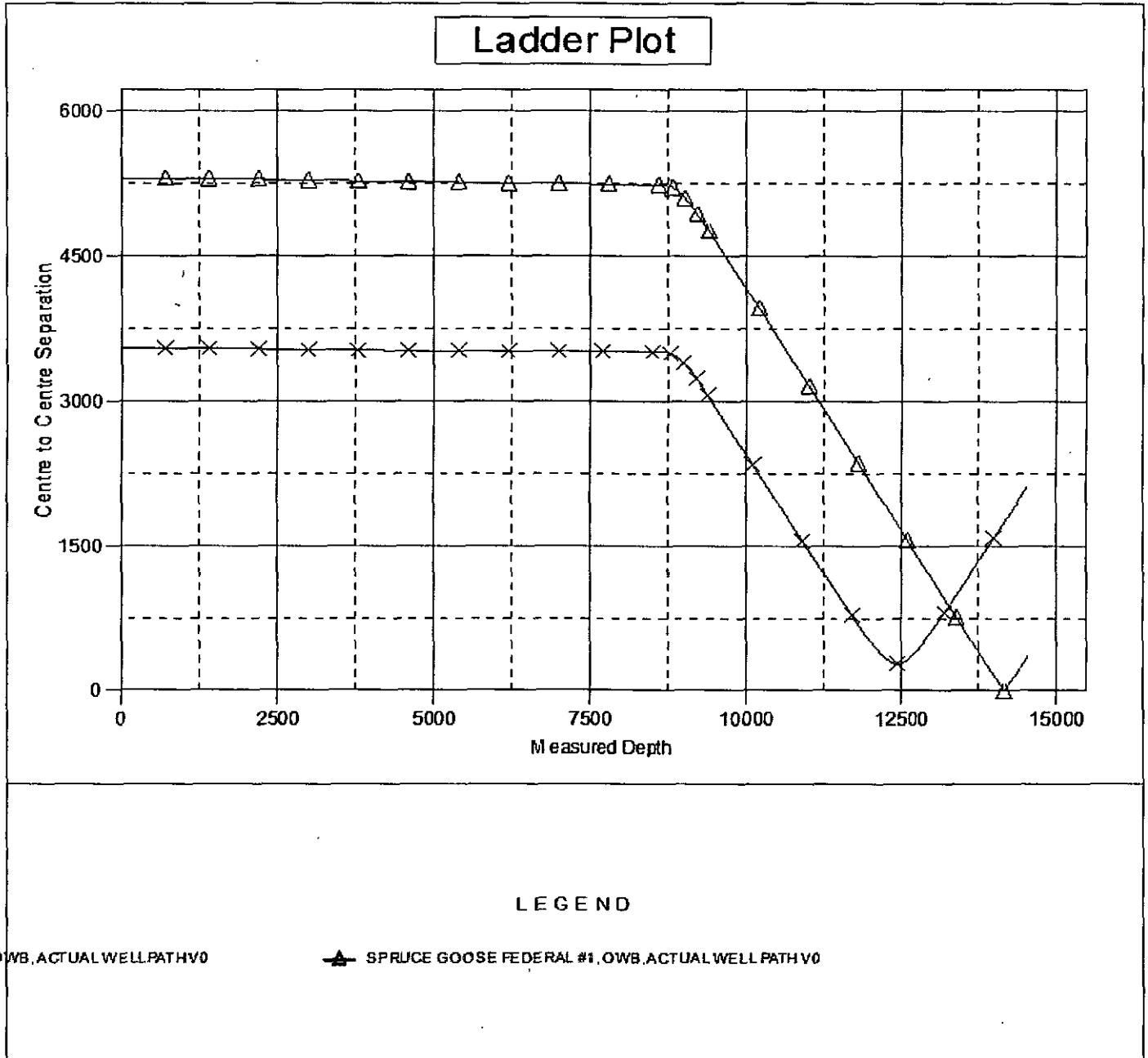
COG Operating LLC

Anticollision Report

Company:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Project:	EDDY COUNTY, NM	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Reference Site:	DEEP BSS	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	EDM_Users
Reference Design:	DWD Plan 1	Offset TVD Reference:	Offset Datum

Reference Depths are relative to WELL @ 3646.0usft (Original Well Ele
Offset Depths are relative to Offset Datum
Central Meridian is 104° 20' 0.000 W

Coordinates are relative to: SPRUCE GOOSE FEDERAL COM #2H
Coordinate System is US State Plane 1927 (Exact solution), New Mexico East 30
Grid Convergence at Surface is: 0.28°



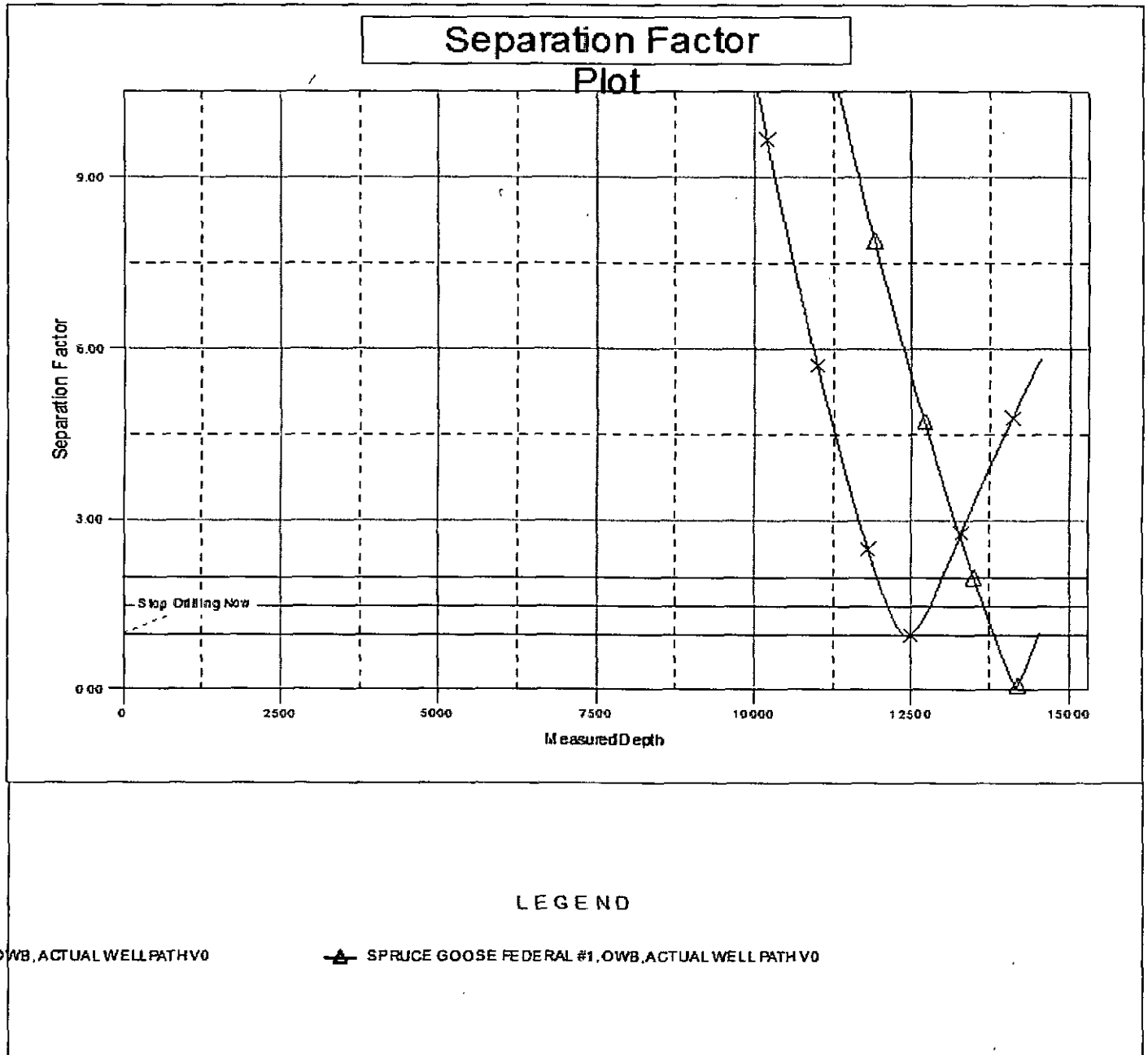
COG Operating LLC

Anticollision Report

Company:	COG OPERATING, LLC	Local Co-ordinate Reference:	Well SPRUCE GOOSE FEDERAL COM #2H
Project:	EDDY COUNTY, NM	TVD Reference:	WELL @ 3646.0usft (Original Well Elev)
Reference Site:	DEEP BSS	MD Reference:	WELL @ 3646.0usft (Original Well Elev)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	SPRUCE GOOSE FEDERAL COM #2H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	OWB	Database:	EDM_Users
Reference Design:	DWD Plan 1	Offset TVD Reference:	Offset Datum

Reference Depths are relative to WELL @ 3646.0usft (Original Well Ele
Offset Depths are relative to Offset Datum
Central Meridian is 104° 20' 0.000 W

Coordinates are relative to: SPRUCE GOOSE FEDERAL COM #2H
Coordinate System is US State Plane 1927 (Exact solution), New Mexico East 30
Grid Convergence at Surface is: 0.28°



Run Time: 10:48 AM

DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTRun Date: 08/05/2015
Page 1 of 1

LLD ACREAGE REPORT

Admin State: NM

Geo State: NM

MTR: 23 0190S 0320E

Section: 007

<u>Sur Type</u>	<u>Sur No</u>	<u>Lld Suff</u>	<u>NE</u> <u>NW</u> <u>SW</u> <u>SE</u>	<u>Sur Note</u>	<u>Dup</u> <u>Flg</u>	<u>Sub</u> <u>Surf</u>	<u>Acres</u>
			<u>NNSS</u> <u>NNSS</u> <u>NNSS</u> <u>NNSS</u>				
			<u>EWWE</u> <u>EWWE</u> <u>EWWE</u> <u>EWWE</u>				
A			XXXX X--X X--X XXXX				480.000
L	1		---- -X-- ----				40.890
L	2		---- --X- ----				40.860
L	3		---- ---- -X-- ----				40.840
L	4		---- ---- --X- ----				40.810

Section 007 Total: 643.400

MTR Total Excluding Survey Notes C/D/R
and Sub Surf = Y 643.400Grand Total Excluding Survey Notes C/D/R
and Sub Surf = Y: 643.400



New Mexico Office of the State Engineer **Water Column/Average Depth to Water**

No records found.

PLSS Search:

Section(s): 7

Township: 19S

Range: 32E

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

7/30/15 8:44 AM

Page 1 of 1

WATER COLUMN/ AVERAGE
DEPTH TO WATER



New Mexico Office of the State Engineer **Water Column/Average Depth to Water**

No records found.

PLSS Search:

Section(s): 12

Township: 19S

Range: 31E

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.



New Mexico Office of the State Engineer Water Column/Average Depth to Water

(A CLW##### in the
POD suffix indicates the
POD has been replaced
& no longer serves a
water right file.)

(R=POD has
been replaced,
O=orphaned,

C=the file is
closed)

(quarters are 1=NW 2=NE 3=SW 4=SE)

(quarters are smallest to largest) (NAD83 UTM in meters)

(In feet)

POD Number	POD		Q Q Q			Sec	Tws	Rng	X	Y	Depth Well	Depth Water	Water Column
	Code	Sub- basin	64	16	4								
<u>CP 00073</u>		LE	2	4	34	19S	32E		617502	3609301	575		
<u>CP 00075</u>		LE	2	4	34	19S	32E		617502	3609301	575		
<u>CP 00563</u>		LE	1	1	2	19S	32E		612118	3613376*	300		
<u>CP 00639</u>		LE	3	1	20	19S	32E		613029	3612880*	350	345	5
<u>CP 00640</u>		LE	2	2	19	19S	32E		612621	3613280*	260	102	158
<u>CP 00812</u>		LE	4	4	01	19S	32E		620623	3616973*	200		

Average Depth to Water: 223 feet

Minimum Depth: 102 feet

Maximum Depth: 345 feet

Record Count: 6

PLSS Search:

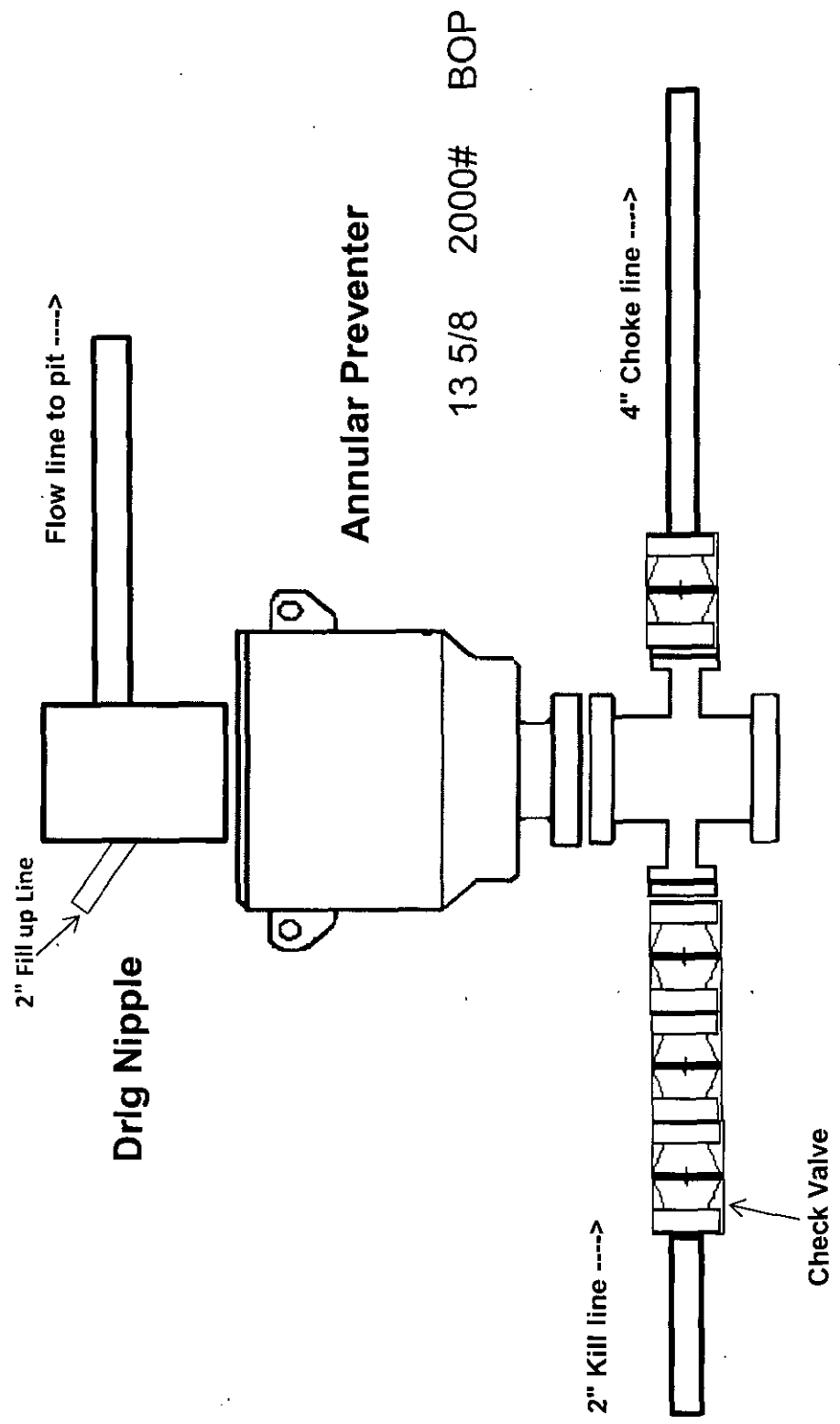
Township: 19S

Range: 32E

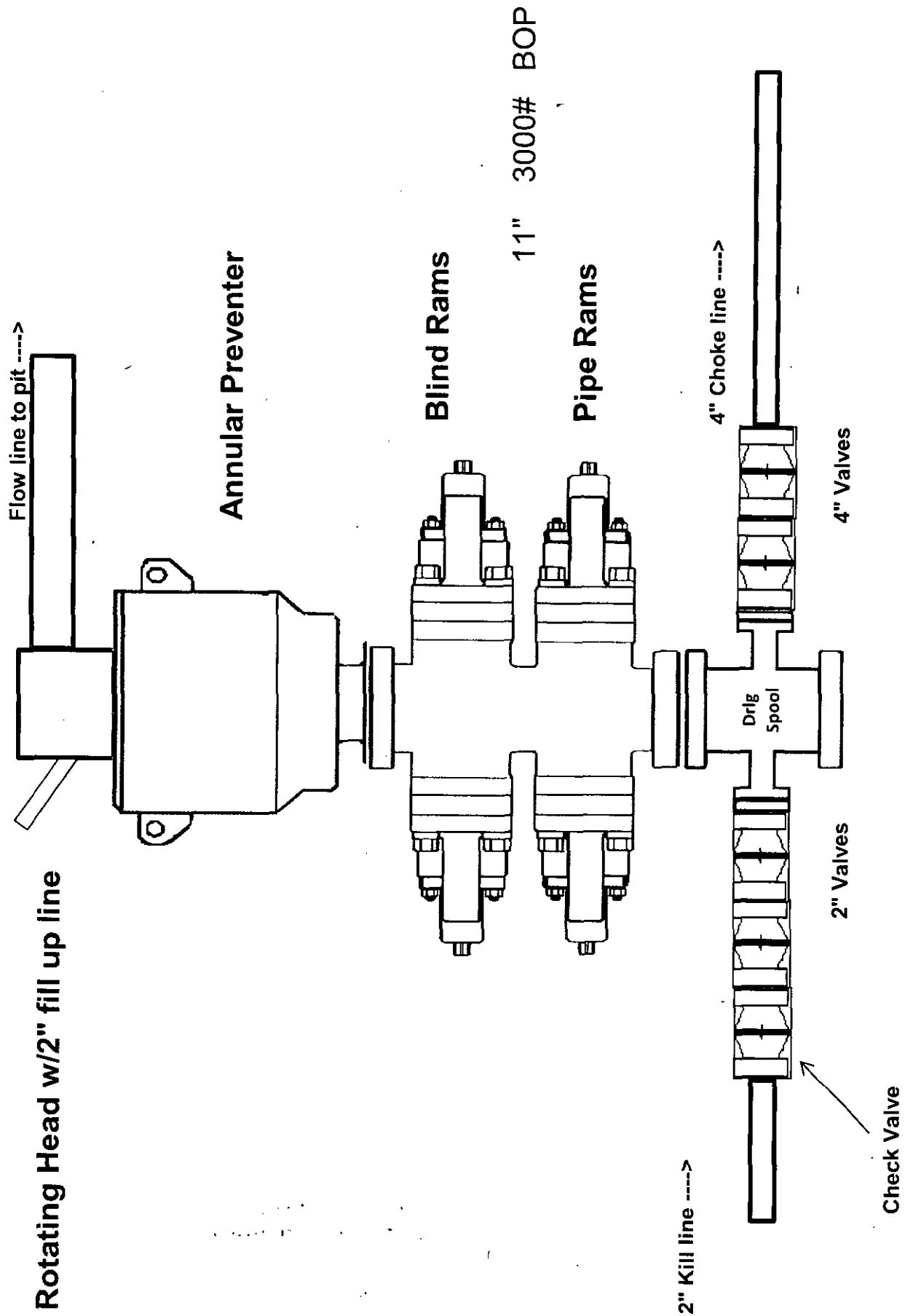
*UTM location was derived from PLSS - see Help

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

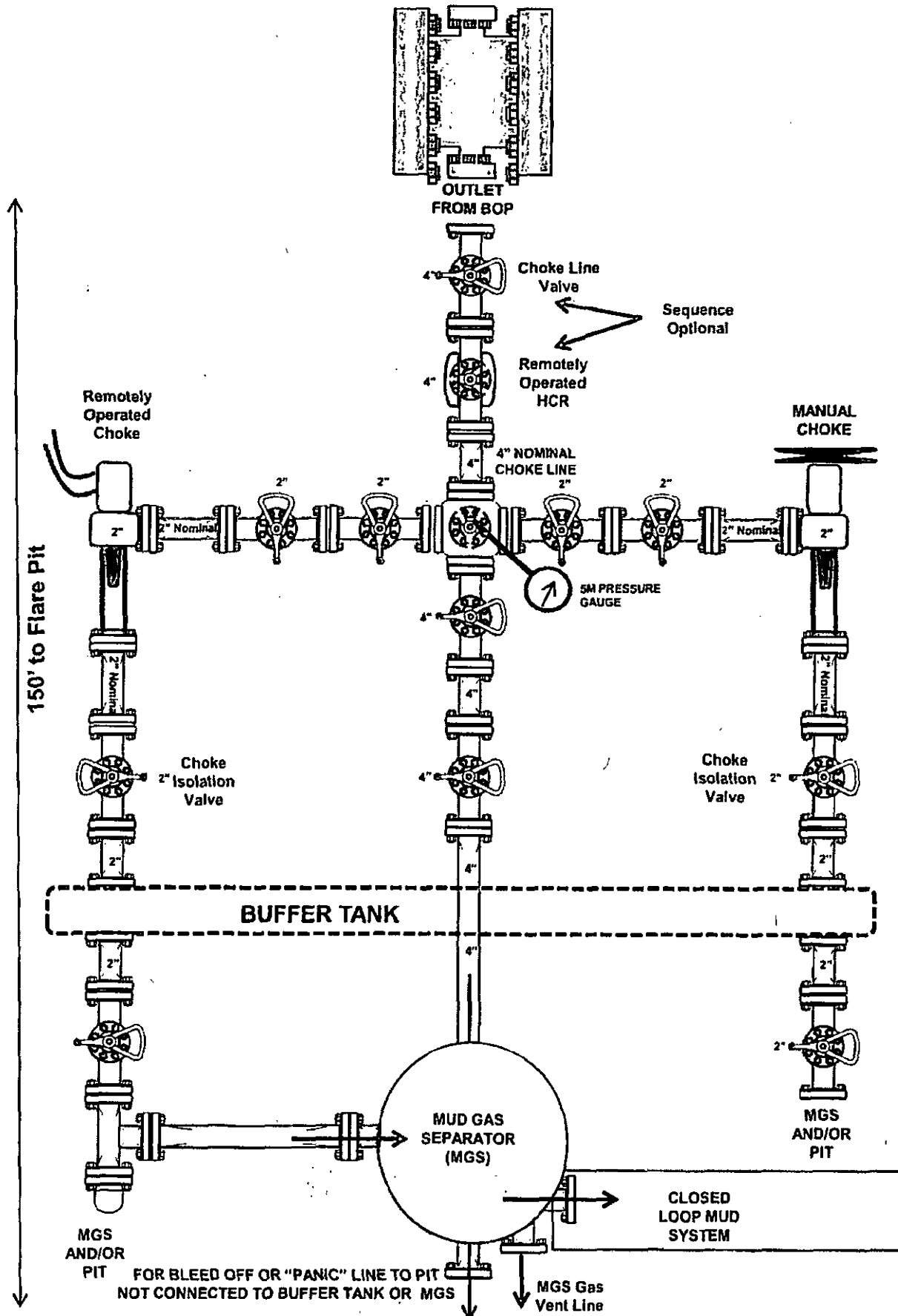
2,000 psi BOP Schematic



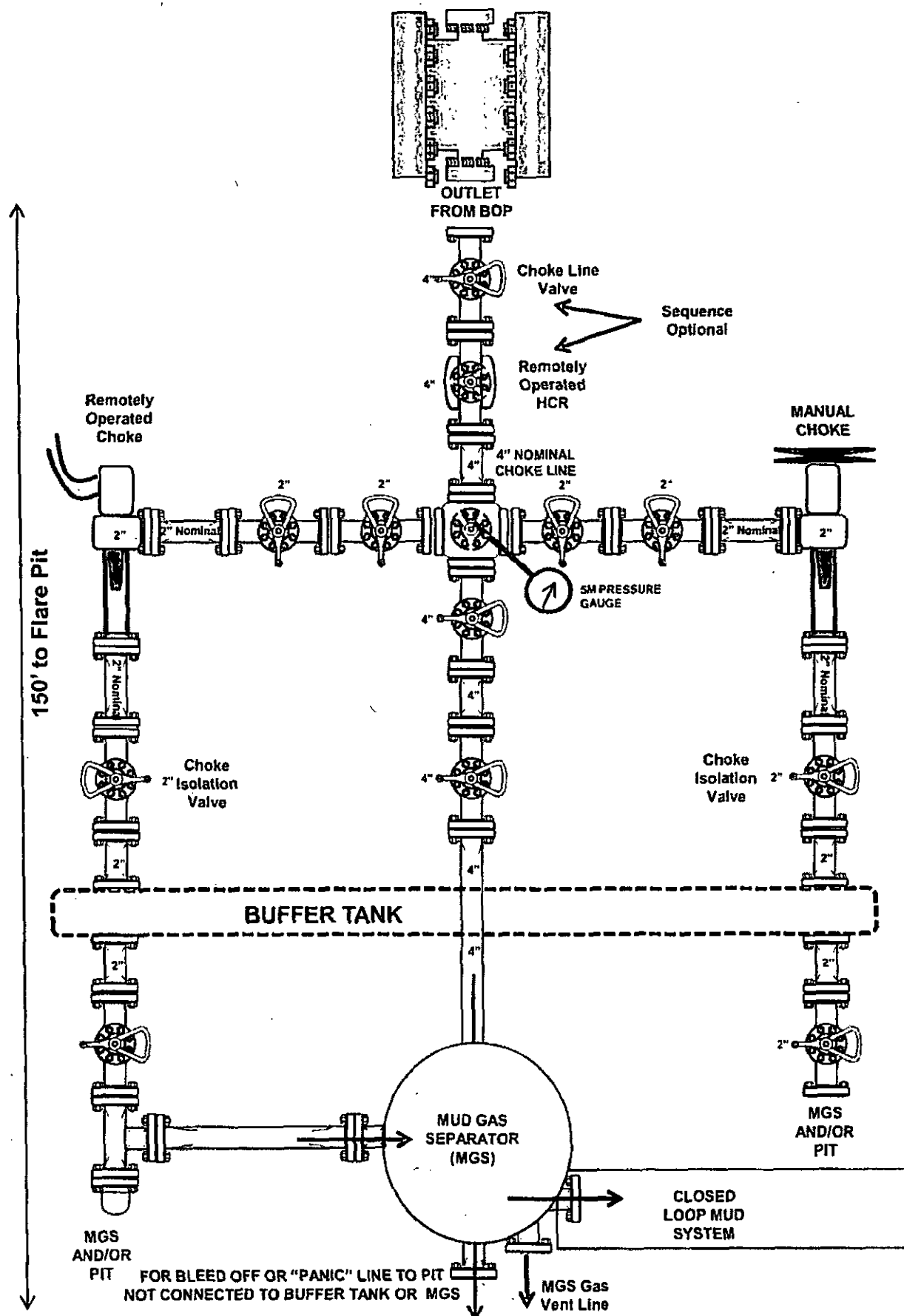
3,000 psi BOP Schematic

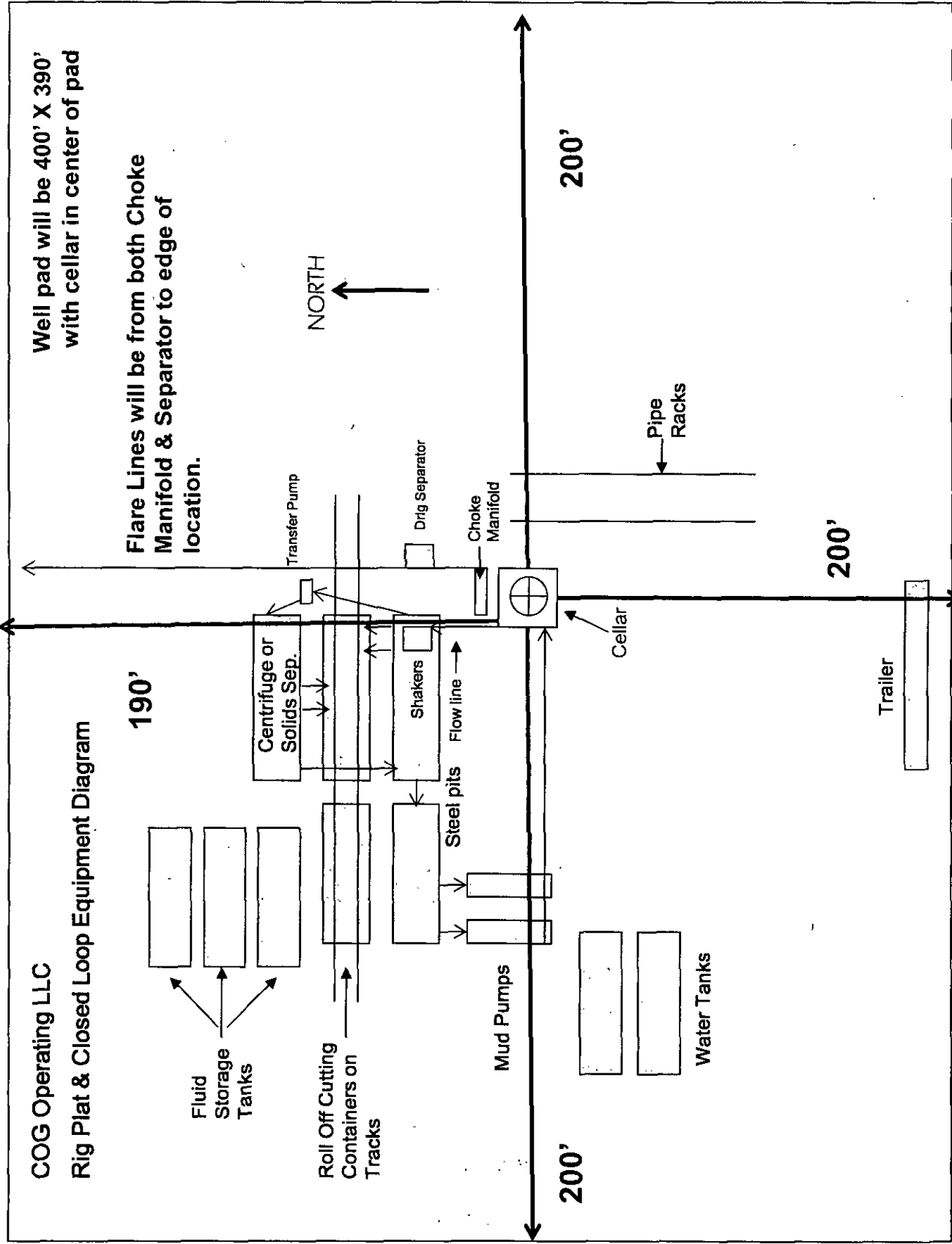


2M Choke Manifold Equipment (WITH MGS + CLOSED LOOP)



3M Choke Manifold Equipment (WITH MGS + CLOSED LOOP)

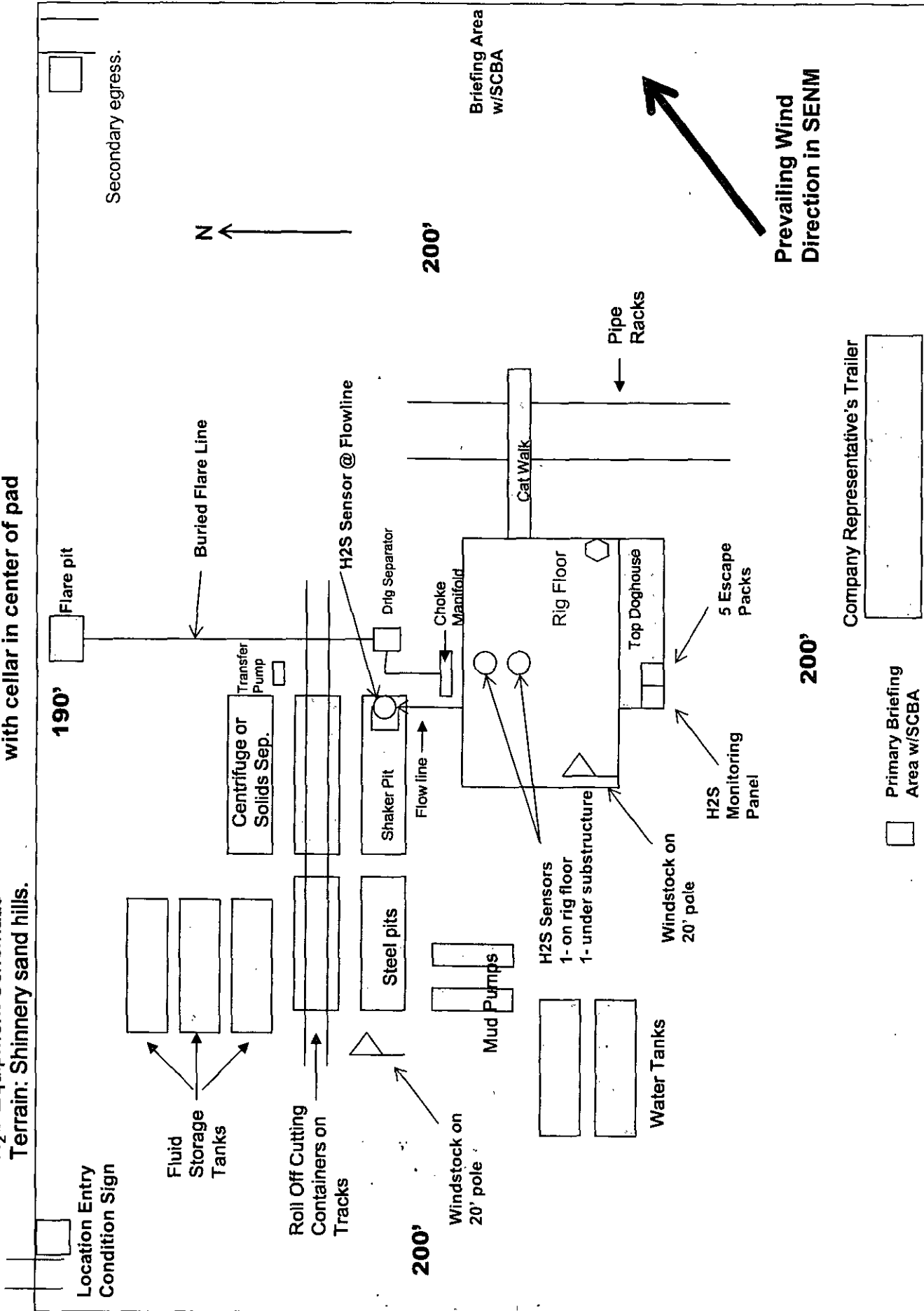




* I further certify that COG will comply with Rule 19.15.17 NMAC by using a Closed Loop System."

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

Well pad will be 400' x 390'
with cellar in center of pad



COG OPERATING LLC
HYDROGEN SULFIDE DRILLING OPERATIONS PLAN

1. HYDROGEN SULFIDE TRAINING

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

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

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

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

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

2. H₂S SAFETY EQUIPMENT AND SYSTEMS

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

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

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

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

W A R N I N G

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

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

COG OPERATING LLC

1-575-748-6940

EMERGENCY CALL LIST

	<u>OFFICE</u>	<u>MOBILE</u>
COG OPERATING LLC OFFICE	575-748-6940	
SHERYL BAKER	575-748-6940	432-934-1873
SETH WILD	432-683-7443	432-528-3633
WALTER ROYE	575-748-6940	432-934-1886

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



COG Operating LLC

2208 West Main

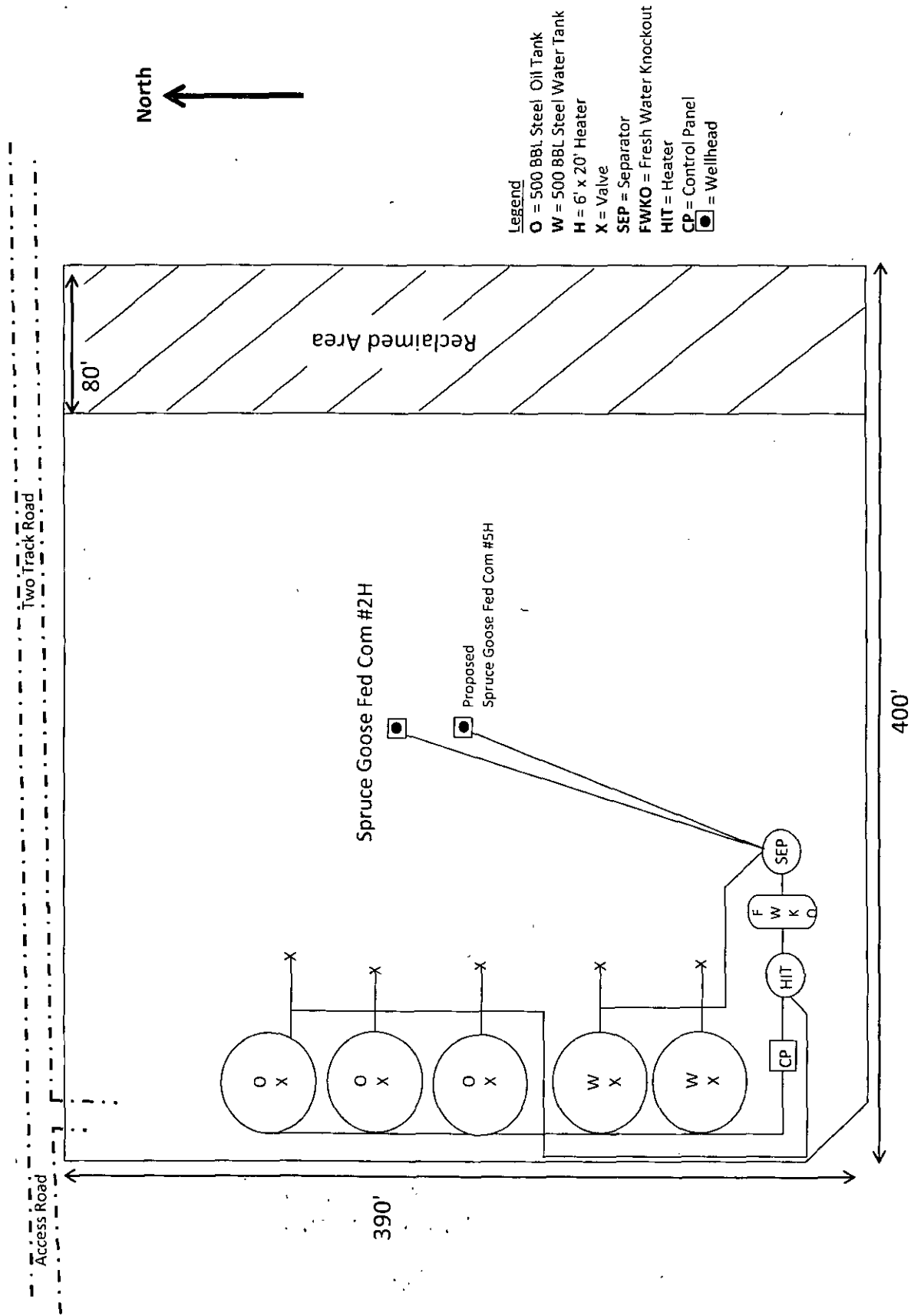
Artesia, NM 88210

Production Facility Layout

Spruce Goose Federal Com #2H

Section 12 - T19S - R31E

Exhibit 3



Surface Use & Operating Plan

Spruce Goose Federal Com #2H

- Surface Tenant: Richardson Cattle Co. P O Box 487, Carlsbad, NM 88221
- New Road: 2510'
- Flow Line: On well pad
- Facilities: Will be constructed on well pad – see Exhibit 3

- **Well Site Information**

V Door: East

Topsoil: East

Interim Reclamation: East

Onsite: On-site was done by Don Peterson (BLM) and Erick Conklin (COG) on March 19th, 2015.

Notes: As per Nicholas Frankee on April 19th 2016, BLM wildlife biologist discovered a stick nest across the road from the SE corner of the original location. Since this was the only issue, it was agreed upon by both parties to move the SHL to 985' FNL and 390' FEL of Section 12, T19S, R32E.

SURFACE USE AND OPERATING PLAN

1. Existing & Proposed Access Roads

- A. The well site survey and elevation plat for the proposed well is attached with this application. It was staked by Harcrow Surveying, Artesia, NM.
- B. All roads to the location are shown on the Location Verification Map Exhibit 2. The existing lease roads are illustrated and are adequate for travel during drilling and production operations. Upgrading existing roads prior to drilling the well will be done where necessary. The road route to the well site is depicted in Exhibit #2. The road shown in Exhibit #2 will be used to access the well.
- C. Directions to location: See 600 x 600 plat
- D. Based on current road maintenance performed on other roads serving existing wells, we anticipate maintaining the lease roads leading to the proposed well pad at least once a year on dry conditions and twice a year in wetter conditions.

2. Proposed Access Road:

The Location Verification Map shows that 2510' of new access road was required for this location. If any road is required it will be constructed as follows:

The maximum width of the running surface will be 14'. The road will be crowned, ditched and constructed of 6" rolled and compacted caliche. Ditches will be at 3:1 slope and 4 feet wide. Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage, and to be consistent with local drainage patterns.

- A. The average grade will be less than 1%.
- B. No turnouts are planned.
- C. No cattleguard, culvert, gates, low water crossings or fence cuts are necessary.
- D. Surfacing material consist of native caliche. Caliche will be obtained from the actual well site if available. If not available onsite, caliche will be hauled from the nearest BLM approved caliche pit in Section 28, T18S, R31E. Candidate source will be caliche pit from Richardson Land and Cattle # (575) 885-6175.

3. Location of Existing Well:

The One-Mile Radius Map Exhibit 4 shows existing wells within a one-mile radius of the proposed wellbore.

4. Location of Existing and/or Proposed Facilities:

- A. COG Operating LLC does not operate an oil production facility on this lease.
- B. If the well is productive, contemplated facilities will be as follows:
 - 1) A tank battery and facilities will be constructed as shown on Exhibit 3.
 - 2) The tank battery and facilities including all flow lines and piping will be installed according to API specifications.
 - 3) Any additional caliche will be obtained from the actual well site. If caliche does not exist or is not plentiful from the well site, caliche will be hauled from the nearest BLM approved caliche pit in Section 28, T18S, R31E. Candidate source will be caliche pit from Richardson Land and Cattle # (575) 885-6175.
 - 4) Any additional construction materials were purchased from contractors.
 - 5) It will be necessary to run electric power if this well is productive. Power will be provided by Xcel Energy and they will submit a separate plan and ROW for service to the well location.
 - 6) If the well is productive, rehabilitation plans will include the following:
 - The original topsoil from the well site will be returned to the location, and the site will be re-contoured as close as possible to the original site.

5. Location and Type of Water Supply:

The well will be drilled with combination brine and fresh water mud system as outlined in the drilling program. The water will be obtained from the Lusk Frac Pond. Private source Mesquite Services 575-887-4847, Rio Tanks & Fast Line 575-887-6514 and Gregory Rock House 575-885-4195 or if necessary commercial water stations in the area and hauled to location by transport truck over the existing and proposed access roads shown in Exhibit #2. If a commercial fresh water source is nearby, fast line may be laid along existing road ROW's and fresh water pumped to the well. No water well will be drilled on the location.

6. Source of Construction Materials and Location "Turn-Over" Procedure:

Obtaining caliche: One primary way of obtaining caliche to build locations and roads will be by "turning over" the location. This means, caliche will be obtained from the actual well site. Amount will vary for each pad. If not available onsite, caliche will be hauled from the nearest BLM approved caliche pit in Section 28, T18S, R31E. Candidate source will be caliche pit from Richardson Land and Cattle # (575) 885-6175. The procedure below has been approved by BLM personnel:

- A. Equipment that was needed to construct the proposed location was as follows: Two dozers to flip the site for caliche and to move topsoil, one blade to level the surface, one morograder to roll and compact this site, one backhoe to dig the cellar, one water truck to water location and dust abatement and two dump trucks to haul surface material. If caliche is not available onsite and have to haul caliche from a private pit, in addition to equipment mentioned above we will have 10 belly dumps and one front end loader.
- B. The time line to complete construction was approximately 10 days.
- C. The top 6 inches of topsoil is pushed off and stockpiled along the side of the location.
- D. An approximate 160' X 160' area is used within the proposed well site to remove caliche.
- E. Subsoil is removed and stockpiled within the surveyed well pad.
- F. When caliche is found, material will be stock piled within the pad site to build the location and road.
- G. Then subsoil is pushed back in the hole and caliche is spread accordingly across entire location and road.
- H. Once well is drilled, the stock piled top soil will be used for interim reclamation and spread along areas where caliche is picked up and the location size is reduced.
- I. Neither caliche, nor subsoil will be stock piled outside of the well pad. Topsoil will be stockpiled along the edge of the pad as depicted in the Well Site Layout or survey plat.

- E. Caliche will be obtained from the actual well site if available. If not available onsite, caliche will be hauled from the nearest BLM approved caliche pit in Section 28, T18S, R31E. Candidate source will be caliche pit from Richardson Land and Cattle # (575) 885-6175.

7. Methods of Handling Water Disposal:

- A. The well will be drilled utilizing a closed loop mud system. Drill cuttings will be held in roll-off style mud boxes and taken to R360's disposal site located at 4507 West Carlsbad Highway, Hobbs, NM 88240.
- B. Drilling fluids will be contained in steel mud pits and taken to R360's disposal site located at 4507 West Carlsbad Highway, Hobbs, NM 88240.
- C. Water produced from the well during completion will be held temporarily in steel tanks and then taken to an NMOCD approved commercial disposal facility. R360's disposal site located at 4507 West Carlsbad Highway, Hobbs, NM 88240.
- D. It is anticipated that the disposal of produced water will be trucked to Ray Westall's water gathering system tie-in Section 31-18S-31E or to a third party commercial SWD.
- E. Garbage and trash produced during drilling or completion operations will be collected in a trash bin and hauled to an approved landfill-Lea Landfill LLC. Located at Mile Marker 64, Highway 62-180 East, P O Box 3247, Carlsbad, NM 88221. No toxic waste or hazardous chemicals will be produced by this operation.
- F. Human waste and grey water will need to be properly contained and disposed of. Proper disposal and elimination of waste and grey water may include but are not limited to portable septic systems and/or portable waste gathering systems (i.e. portable toilets).
- G. After the rig is moved out and the well is either completed or abandoned, all waste materials will be cleaned up within 30 days. In the event of a dry hole only a dry hole marker will remain.

8. Ancillary Facilities:

No airstrip, campsite or other facilities will be built as a result of the operation on this well.

9. Well Site Layout:

- A. The drill pad layout, with elevations staked by Harcrow Surveying, is shown in the Elevation Plat. Dimensions of the pad and pits are shown on the Rig Layout. V door direction is East. Topsoil, if available, will be stockpiled per BLM specifications. Because the pad is almost level no major cuts will be required.
- B. The Rig Layout Closed-Loop exhibit shows the proposed orientation of closed loop system and access road. No permanent living facilities are planned, but a temporary foreman/toolpusher's trailer will be on location during the drilling operations.

10. Plans for Restoration of the Surface:

- A. Interim Reclamation will take place within six months after the well has been completed. The pad will be downsized by reclaiming the areas not needed for production operations. The portions of the pad that are 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 to either build another pad site or for road repairs within the lease. The stockpiled topsoil will then be spread out reclaimed area and reseeded with a BLM approved seed mixture. In the event that the well must be worked over or maintained, it may be necessary to drive, park, and/or operate machinery on reclaimed land. This area will be repaired or reclaimed after work is complete.
- B. Final Reclamation: Upon plugging and abandoning the well all caliche for well pad and lease road will be removed and surface will be recountoured to reflect its surroundings as much as possible within six months. Caliche will be recycled for road repair or reused for another well pad within the lease. If any topsoil remains, it will be spread out and the area will be re-seeded with a BLM approved mixture and re-vegetated as per BLM orders. When required by BLM, the well pad site will be restored to match pre-construction grades.

11. Sedimentation and Erosion Control

Approximately 320' of straw waddles will be placed on the South side to reduce sediment impacts to fragile/sensitive soils.

Surface Use Plan
COG Operating LLC
Spruce Goose Federal Com #2H
SL: 985' FNL & 390' FEL UL A
Section 12, T19S, R31E
Eddy County, New Mexico
BHL: 330' FNL & 50' FEL UL A
Section 7, T19S, R32E
Lea County, New Mexico

12. Surface Ownership:

- A. The surface is owned by U.S. Government and is administered by the Bureau of Land Management. The surface is multiple uses with the primary uses of the region for grazing of livestock and the production of oil and gas.
- B. The surface tenant is Richardson Cattle Co. P O Box 487, Carlsbad, NM 88221.
- C. The proposed road routes and surface location will be restored as directed by the BLM.

13. Other Information:

- A. The area around the well site is grassland and the topsoil is sandy. The vegetation is moderately sparse with native prairie grasses, some mesquite and shinnery oak. No wildlife was observed but it is likely that mule deer, rabbits, coyotes and rodents traverse the area.
- B. There is no permanent or live water in the immediate area.
- C. There are no dwellings within 2 miles of this location.
- D. If needed, a Cultural Resources Examination is being prepared by Boone Arch Services of NM, LLC., 2030 North Canal, Carlsbad, New Mexico, 88220, phone # 575-885-1352 and the results will be forwarded to your office in the near future. Otherwise, **COG will be participating in the Permian Basin MOA Program.**

14. Bond Coverage:

Bond Coverage is Statewide Bonds # NMB000740 and NMB000215

Surface Use Plan
COG Operating LLC
Spruce Goose Federal, Com #2H
SL: 985' FNL & 390' FEL UL A
Section 12, T19S, R31E
Eddy County, New Mexico
BHL: 330' FNL & 50' FEL UL A
Section 7, T19S, R32E
Lea County, New Mexico

14. Lessee's and Operator's Representative:

The COG Operating LLC representative responsible for assuring compliance with the surface use plan is as follows:

Sheryl Baker
Drilling Superintendent
COG Operating LLC
2208 West Main Street
Artesia, NM 88210
Phone (575) 748-6940 (office)
(432) 934-1873 (cell)

Ray Peterson
Drilling Manager
COG Operating LLC
One Concho Center
600 W Illinois Ave
Midland, TX 79701
Phone (432) 685-4304 (office)
(432) 818-2254 (business)

PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME:	COG Operating
LEASE NO.:	NM104685
WELL NAME & NO.:	2H-Spruce Goose Federal Com
SURFACE HOLE FOOTAGE:	985'/N & 390'/E
BOTTOM HOLE FOOTAGE	330'/N & 50'/E
LOCATION:	Section 12, T. 19 S., R. 31 E., NMPM
COUNTY:	Eddy County, New Mexico

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

- ☐ **General Provisions**
- ☐ **Permit Expiration**
- ☐ **Archaeology, Paleontology, and Historical Sites**
- ☐ **Noxious Weeds**
- ☒ **Special Requirements**
 - Communitization Agreement
 - Lesser Prairie-Chicken Timing Stipulations
 - Ground-level Abandoned Well Marker
- ☒ **Construction**
 - Notification
 - Topsoil
 - Closed Loop System
 - Federal Mineral Material Pits
 - Well Pads
 - Roads
- ☐ **Road Section Diagram**
- ☒ **Drilling**
 - Cement Requirements
 - H2S Requirements
 - Logging Requirements
 - Pressure Control Requirements
 - Waste Material and Fluids
- ☐ **Production (Post Drilling)**
 - Well Structures & Facilities
- ☐ **Interim Reclamation**
- ☐ **Final Abandonment & Reclamation**

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

V. SPECIAL REQUIREMENT(S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, 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.

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

This authorization is subject to your Certificate of Participation and/or Certificate of Inclusion under the New Mexico Candidate Conservation Agreement. Because it involves surface disturbing activities covered under your Certificate, your Habitat Conservation Fund Account with the Center of Excellence for Hazardous Materials Management (CEHMM) will be debited according to Exhibit B Part 2 of the Certificate of Participation.

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS**Road Width**

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

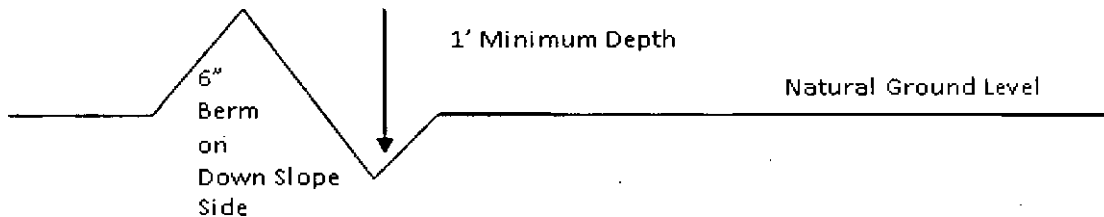
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

$$400 \text{ foot road with } 4\% \text{ road slope: } \frac{400'}{4\%} + 100' = 200' \text{ lead-off ditch interval}$$

Cattleguards

An appropriately sized cattleguard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattleguards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattleguards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Construction Steps

1. Salvage topsoil
2. Construct road

3. Redistribute topsoil
4. Revegetate slopes

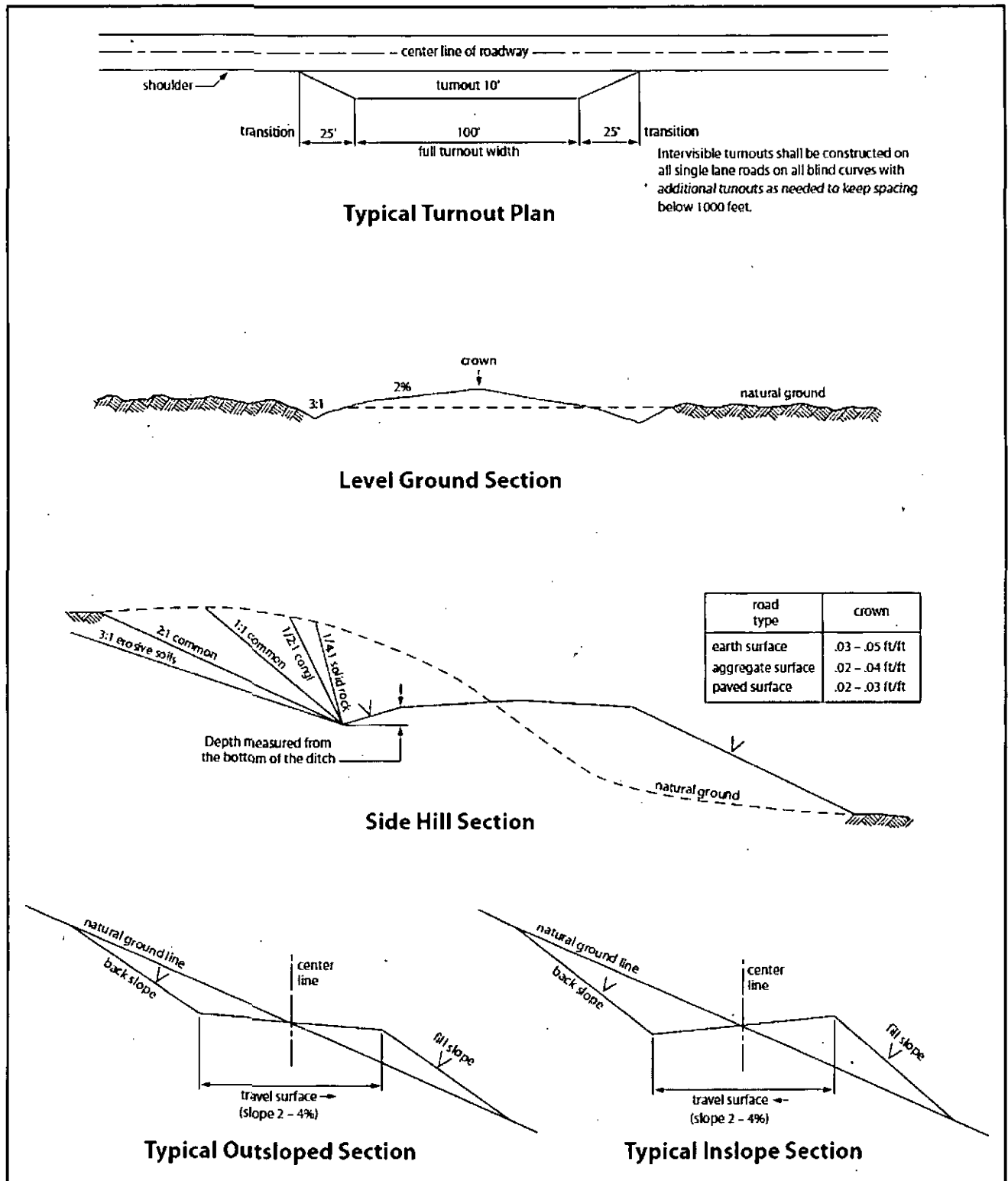


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. DRILLING

A. DRILLING OPERATIONS 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)

☒ **Lea County**

Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240,
(575) 393-3612

1. A Hydrogen Sulfide (H₂S) Drilling Plan shall be activated 500 feet prior to drilling into the Yates formation. **As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.**
2. 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. **If the drilling rig is removed without approval – an Incident of Non-Compliance will be written and will be a “Major” violation.**
3. 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 is located, this does not include the dog house or stairway area.
4. **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.**

B. CASING

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.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

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. **DURING THIS WOC TIME, NO DRILL PIPE, ETC. SHALL BE RUN IN THE HOLE.**

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.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

Risks:

Possibility of water flows in the San Andres, Salado and Artesia Group
Possibility of lost circulation in the Rustler, San Andres, Grayburg, Red Beds, and Artesia Group

1. The 13 3/8 inch surface casing shall be set at approximately 925 feet (**in a competent bed below the Magenta Dolomite, which is a Member of the Rustler, and if salt is encountered, set casing at least 25 feet 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 is to include the lead cement slurry.**
 - 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 9 5/8 inch intermediate casing is:
☒ Cement to surface. If cement does not circulate see B.1.a, c-d above..
3. The minimum required fill of cement behind the 5 1/2 inch production casing is:
☒ Cement should tie-back at least 500 feet into previous casing string. Operator shall provide method of verification.

4. 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.

C. 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 53.
2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **2000 (2M) psi**.
3. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the **9 5/8** inch intermediate casing shoe shall be **3000 (3M) psi**.
4. The appropriate BLM office shall be notified a minimum of **4** hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. The tests shall be done by an independent service company utilizing a test plug **not a cup or J-packer**. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
 - c. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
 - d. The results of the test shall be reported to the appropriate BLM office.
 - e. All tests are required to be recorded on a calibrated test chart. **A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.**

- f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.

D. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

E. 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.

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VIII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

No Open-top Tanks

Open-top Tanks are not authorized.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended enclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

IX. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

X. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

The proposed road may be constructed 14 feet wide for the base material, and crowned, ditched and surfaced with mineral material. The disturbance width shall be less than 30 feet and the road shall be designed by a qualified engineer according to the 9113-Roads Manual (Release 9-390, dated October 21, 2011).

Habitat conversion shall be partly mitigated by restoring 0.6 acres of drill pad back to prairie after the drilling is complete and restoration of aging and unnecessary roads back to prairie. The Pecos District Conditions of Approval, including special requirements for drilling in Lesser Prairie-Chicken habitat and dune sagebrush lizard would apply to this project.

Lesser Prairie-Chicken

Oil and gas activities will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted. Exhaust noise from permanent engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

This authorization is subject to your Certificate of Participation and/or Certificate of Inclusion under the New Mexico Candidate Conservation Agreement. Because it involves surface disturbing activities covered under your Certificate, your Habitat Conservation Fund Account with the Center of Excellence for Hazardous Materials Management (CEHMM) will be debited according to Exhibit B Part 2 of the Certificate of Participation.

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well.

Seed Mixture for LPC Sand/Shinnery Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

Species	lb/acre
Plains Bristlegrass	5lbs/A
Sand Bluestem	5lbs/A
Little Bluestem	3lbs/A
Big Bluestem	6lbs/A
Plains Coreopsis	2lbs/A
Sand Dropseed	1lbs/A

*Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed