OCD-ARTESIA

Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OM B No 1004-0137 Expires March 31, 2007

JAN 2

OCD-A

5. Lease Serial No.

3 2008 SUNDRY	NOTICES AND RE	PORTS ON W	ELLS	NM-100844		
TECHA Do not use t	his form for proposals vell. Use Form 3160-3	to drill or to re	e-enter an	6 If Indian, Allottee or Tribe Name		
SUBMIT IN TR	7. If Unit or CA/Agreement, Name and/or No.					
l Type of Well ✓ Oil Well□ □ [Gas Well 🗆 Other			8. Well Name and No.		
2 Name of Operator COG Operating LLC				RUDOLPH FEDERAL #1		
3a Address 3b. Phone No. (include area code)				9 API Well No. 30-015-35426		
550 W. Texas Ave., Suite 1300 Midland, TX 79701 432-685-43				10. Field and Pool, or Exploratory Area		
Location of Well (Footage, Sec., T., R., M., or Survey Description) 330 FSL & 1650 FWL, SEC. 21, T16S, R28E, Unit N				CROW FLATS; SAN ANDRES 11 County or Parish, State		
	EDDY, NM					
12. CHECK A	APPROPRIATE BOX(ES) TO	D INDICATE NAT	URE OF NOTICE,	REPORT, OR OTHER DATA		
TYPE OF SUBMISSION		T				
✓ Notice of Intent	Acıdize	Deepen	Production (S	· - 1		
F1	Alter Casing	Fracture Treat	Reclamation	₩ell Integrity Other APD extension	o n	
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abando		····-		
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposa			
determined that the site is read	ly for final inspection.) ating LLC respectfully reques	its normission for on	aytancian to this ADD	scheduled to expire 2 9 09		
			Al Er	PPROVED FOR <u>24</u> MONTH NDING01-(7-0)	I PERIC	
4. I hereby certify that the fore Name (Printed/Typed)	egoing is true and correct					
Phyllis A. Edwa	rds	Title	Regulatory Analyst			
Signature	all Herr	Date)	11/14/2007		
	THIS SPACE FOR	FEDERAL OR	STATE OFFICE	USE		
/:	James Stovall		FIELD MA	NAGER		
pproved by			Title	Date JAN 17	2008	

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

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease

which would entitle the applicant to conduct operations thereon.

PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME: COG Operating LLC

LEASE NO.: | NM100844

WELL NAME & NO.: Rudolph Federal #1

SURFACE HOLE FOOTAGE: | 330' FSL & 1650' FWL

LOCATION: | Section 21, T16S., R28E., NMPM

COUNTY: | Eddy County, New Mexico

I. DRILLING

A. DRILLING OPERATIONS REQUIREMENTS

The BLM is to be notified a minimum of 4 hours in advance for a representative to witness:

a. Spudding well

b. Setting and/or Cementing of all casing strings

c. BOP/BOPE tests

Eddy County

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

- 1. Although there are no measured amounts of Hydrogen Sulfide reported, it is always a potential hazard. If Hydrogen Sulfide is encountered, please provide measured values 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.

B. CASING

1. The <u>8 5/8 inch</u> surface casing shall be set at approximately <u>500 feet</u> and cemented to the surface.

Possible loss circulation in the Grayburg and San Andres Formations

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 a surface log readout will be used or a cement bond log shall be run to verify the top of the cement.

- b. Wait on cement (WOC) time for a primary cement job will be a minimum 18 hours for a water basin, 24 hours in the potash area, or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement).
- c. Please provide WOC times to inspector for cement slurries.
- d. 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.
- e. If cement falls back, remedial action will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 5 1/2 inch production casing is:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office. Please provide WOC times to inspector for cement slurries.
- 3. 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 RP 53 Sec. 17.
- 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. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. The tests shall be done by an independent service company.
 - b. The results of the test shall be reported to the appropriate BLM office.
 - c. 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.

d. 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.

D. DRILL STEM TEST

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

Engineer on call phone (after hours only): Carlsbad: (575) 706-2779

JDW/1/17/2008

MML 1/17/08