Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

MAY 14 2008

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

SUNDRY Do not use th	is form for proposals t	ORTS ON WELLS OCD to drill or to re-enter an PD) for such proposals.	-ARTESI	5. Lease Serial No. MMLC054988A 6. If Indian, Allottee o		
SUBMIT IN TRI	PLICATE - Other instru	uctions on reverse side.	G	7. If Unit or CA/Agree	ement, Name and/or N	
Type of Well	her		<i>*</i>	8. Well Name and No. BERRY A FEDER	RAL 15 _	
Name of Operator COG OPERATING LLC	Contact: E-Mail: kcarrillo	KANICIA CARRILLO ②conchoresources.com		9. API Well No. 30-015-33486	_	
3a. Address 550 WEST TEXAS AVE STE MIDLAND, TX 79701	1300	3b. Phone No. (include area code Ph: 432-685-4332)	10. Field and Pool, or LOCO HILLS;G	Exploratory LORIETA-YESO	
4 Location of Well (Footage, Sec., 7	., R., M., or Survey Descript	ion)		11. County or Parish,	and State	
Sec 21 T17S R30E 1700FNL		EDDY COUNTY, NM				
12. CHECK APP	ROPRIATE BOX(ES)	TO INDICATE NATURE OF 1	NOTICE, RI	EPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent	☐ Acidize	Deepen	□ Product	ion (Start/Resume)	□ Water Shut-O	
_	☐ Alter Casing	☐ Fracture Treat	□ Reclama	ation	■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	New Construction	Recomp	lete	Other	
Final Abandonment Notice	☐ Change Plans	Plug and Abandon	_	arily Abandon	_	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

☐ Plug Back

COG Respectfully request to deepen to the Yeso as follows:

Convert to Injection

1. MIRU rig. 2. PU 4-3/4" bit and drill 4-3/4" from 4945' to 6200' 3. POOH w/bit and drillstring.

4. RIH w/ logs and log from TD to 4900'. 5. RIH w/4", 11.3# casing.

6. Cmt casing from TD to 4900'. w/115 sxs class C cmt.

7. RDMO rig.

SUBJECT TO LIKE APPROVAL BY STATE

Due to DHC

□ Water Disposal

SEE ATTACHED FOR CONDITIONS OF APPROVAL

14. Thereby certify that the	e foregoing is true and correct. Electronic Submission #59822 verifie For COG OPERATING L	by the	BLM Well Info	rmation System ad			
Name (Printed/Typed)	KANICIA CARRILLO	Title	PREPARER				
Signature	(Electronic Submission)	Date	04/22/2008				
	THIS SPACE FOR FEDERA	AL OR	STATE OFF	ICE USEPPF	ROVED		
Approved By		Title		· ·		Date	
certify that the applicant hol	ny, are attached. Approval of this notice does not warrant or ds legal or equitable title to those rights in the subject lease incant to conduct operations thereon.	Office	2	MAY	10 2008 hacan		
Title 18 U.S C Section 1001 and Title 43 U.S C. Section 1212, make it a crime for any person States any false, fictitious or fraudulent statements or representations as to any matter within					INGRAMEN JM ENGINEER		United

Berry A Federal 15 May 10, 2008 Conditions of Approval

- 1. Subject to like approval by State since there is an existing DHC order in place (DHC 3608).
- 2. Work to be complete within 90 days.
- 3. Variance for stand-off of less than 0.422" is approved due to NMOCD classifying the formations in this area as the Yeso group Pool 96718.
- 4. Minimum tie back to be 100', which should clear Paddock perforations.
- 5. Variance for not testing seal also approved based on NMOCD classification of formations in this area as the Yeso group Pool 96718.
- 6. Radial CBL to be run. Submit copy to BLM.
- 7. Surface disturbance is not to exceed existing pad without prior approval.
- 8. Steel tanks to be used.
- 9. BOP to be tested to 1000 psi based on BHP expected.
- 10. Subsequent sundry and completion report required when work is complete.

WWI 051008

<u>District I</u>
1625 N. French Dr., Hobbs, NM 88240
<u>District II</u>
1301 W. Grand Avenue, Artesia, NM 88210
<u>District III</u>
1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised June 10, 2003
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

1220 S. St. Francis Dr., Santa Fe, NM 87505

District IV

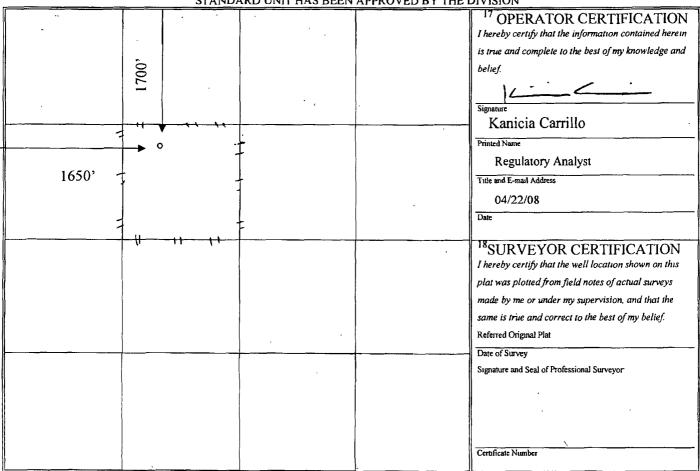
AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number	¹ Pool Code	³ Pool Name		
30-015-33486	96718	Loco Hills; Glorieta -Yeso		
⁴ Property Code	⁵ Proper	ty Name	⁶ Well Number	
302460	Berry A Federal		15	
OGRID No.	^B Operat	or Name	, Elevation	
229137	COG OPER	COG OPERATING LLC		

Surface Location UL or lot no. Section Township Feet from the North/South line East/West line Lot Idn Feet from the County Range F 21 17S 30E 1700 North 1650 West Eddy 11 Bottom Hole Location If Different From Surface UL or lot no. Lot Idn Feet from the Section Township North/South line Feet from the East/West line County 12 Dedicated Acres 13 Joint or Infill Consolidation Code ¹⁵ Order No. 40

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



BERRY A FED #15 DEEPENING PROGRAM

1. Estimated Tops of Important Geologic Markers

Yeso Group 4350'

2. Estimated Depths of Anticipated Fresh Water, Oil, and Gas

Yeso Group 4350'

This deepening originates in the Yeso and will finish at the base of the Yeso. The entire Yeso group is an oil and gas bearing interval.

3. Casing Program

11.6 MORA

Hole Size	Interval	OD Casing	Weight	Grade	Jt./Condition	Burst/collapse/tension
4-3/4"	4950' 6100'	4"	11.3#	L-80	ULT-FJ/New	3.07/3.16/3.37

NOTE: COG OPERATING LLC REQUESTS A VARIANCE TO THE 0.422" STAND OFF RULE BETWEEN CASING AND WELLBORE. see COA

4. Cement Program

4" Liner:

Class C, 115 sxs, yield 1.37. 90' minimum tie back to production casing.

NOTE: COG OPERATING LLC REQUESTS A VARIANCE TO THE LINER TOP FLUID ENTRY OR PRESSURE TEST BECAUSE THE DEEPENED WELL WILL BE COMPLETED IN THE SAME ZONE AS THE CURRENT PERFS AND THE ENTIRE INTERVAL IS RECOGNIZED BY THE OCD AS ONE INTERVAL (YESO). AS PER ONSHORE ORDER NO. 2 SECT III: REQUIREMENTS, PART B. CASING AND CEMENTING REQUIREMENTS, SUBPART b. "NO TEST SHALL BE REQUIRED FOR LINERS THAT DO NOT INCORPORATE OR NEED A SEAL MECHANISM." COG BELIEVES WE MEET THE CRITERIA TO NOT BE REQUIRED TESTING THE LINER TOP BECAUSE THERE IS NO NEED FOR A SEAL MECHANISM.

NOTE: COG OPERATING LLC REQUESTS A VARIANCE TO THE 200' MINIMUM TIE BACK TO THE PRODUCTION CASING BECAUSE THE LOWEST PERFORATION IS AT 4826'. THE 75' WILL ALLOW US TO NOT COVER EXISTING PERFORATIONS.

5. Minimum Specifications for Pressure Control

The BOP equipment will be a 3000 psi double ram type manually operated preventer. This equipment will be nipple up to a 7-1/16" 3K flange. The pipe rams are located above blind rams. There is no choke or kill manifold. The BOP is tested to 500 psi prior to drilling new formation. Access to the annulus will be through the valves on the 5-1/2" casing head.

6. Types and Characteristics of the Proposed Mud System

This well will drilled from end of the existing 5-1/2" casing to TD with 2% KCl.

7. Auxillary Well Control and Monitoring Equipment

A. A full opening drill pipe-stabbing valve with proper drill pipe connections will be on the rig floor at all times.

8. Logging, Testing, and Coring Program

- A. The electric logging program will consist of GR-Dual Laterolog, Spectral Density, Dual Spaced Neutron, CSNG Log and will be run from TD to 5-1/2" production casing shoe.
- B. No drill stem tests.

- C. No conventional coring anticipated.
- D. Further testing procedures will be determined after the 4" liner has been cemented at TD, based on drill shows and log evaluation.

9. Abnormal Conditions, Pressure, Temperatures, and Potential Hazards

No abnormal pressures or temperatures are anticipated. The estimated bottomhole temperature at TD is 110 degrees and the estimated maximum bottomhole pressure is 2300 psig. The drilling starts in the Yeso and ends in the Yeso. The section of Yeso being drilled has very low permeability (less than 1 md).

10. Anticipated Starting Date and Duration of Operations

There will be no road or location work required as this is an existing well location. Once commenced, drilling operations should be finished in approximately 14 days. If the well is productive, an additional 30 days will be required for completion and testing before a decision is made.

11. Centralizer Program

Fixed blade stabilizer subs will be utilized in the casing string to insure adequate isolation and seal throughout the wellbore. These stabilizer subs are positive fixed blade type. These subs will actually be screwed into the casing string. A diagram of the fixed blade stabilizer sub is located at the end of this program.

The standard location of the stabilizers will be the following:

Shoe Location

Guide shoe, 1 jt casing, stabilizer sub, float collar, 1 jt casing, stabilizer sub

Perf Interval Location – between perf intervals Stabilizer sub, 1 jt casing, stabilizer sub

Top of Liner Location

DV tool, 1 jt casing, stabilizer sub, 1 jt casing, stabilizer sub

12. Summary Drilling and Completion Program

Deepening Procedure

- 1. MIRU rig.
- 2. PU 4-3/4" bit and drill 4-3/4" from 4950' to 6100'.
- 3. POOH w/ bit and drillstring.
- 4. RIH w/ logs and log from TD to 4900'.
- 5. RIH w/ 4", 11.3# casing. See section 11 for general centralizer program.
- 6. Cement casing from TD to 4855' w/ 115 sxs Class C cmt. Drop plug and open DV tool. Circ cmt off DV tool. Drop plug to close DV tool.
- 7. PU workstring and RIH and drill out DV tool. POOH and LD workstring.
- 8. RDMO rig.

Completion Procedure

- 1. MIRU rig.
- 2. RIH/ w/ perforating guns and perforate Yeso from 5800 6000 w/ 2 spf, 30 holes.
- 3. Acidize w/ 2500 gals of 15% HCl. Frac zone w/ 89,900 # of sand. Set plug at 5750'.
- 4. RIH w/ perforating guns and perforate Yeso from 5500′ 5700′.
- 5. Acidize w/ 2500 gals of 15% HCl. Frac zone w/ 89,900 # of sand. Set plug at 5450'.
- 6. RIH w/ perforating guns and perforate Yeso from 5300' 5500'.
- 7. Acidize w/ 2500 gals of 15% HCl. Frac zone w/ 89,900 # of sand.
- 8. RIH and drill out plug at 5450' and 5750'.
- 9. RIH and cut or back off 4" casing at 4855'. POOH w/ 4" casing. Leave 4" liner from 4855' to 6100' (TD).
- 10. RIH w/ tbg and locate end of tbg at 4800'.
- 11. RIH w/ rods and pump.
- 12. RDMO rig.

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