

## **OCD-ARTESIA**

Form 3160 - 3 (February 2005) AUG - 6 2008

OCD-ARTESIA

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No 1004-0137 Expires March 31, 2007

5	Lease Serial No. NM 400844 95630
6	If Indian, Allotee or Tribe Name
	****

APPLICATION FOR PERMIT TO	6 If Indian, Allotee or Tribe Name N/A					
la. Type of work DRILL REENT	7 If Unit or CA Agreeme	ent, Name and No				
lb Type of Well  Other  Gas Well Other	" <u> </u>					
2 Name of Operator COG OPERATING, LLC	2291	3'7		9 API Well No 30 - 015-	-3654/	
a Address 550 W. Texas Suite 1300 Midland, Texas 79701		No. (mchule area code) 683-7443		10 Field and Pool, or Expl Wolfcamp- Crow	loratory	
At surface 430' FSL & 430' FWL At proposed prod zone 330' FSL & 330' FEL	ny State requii	ements *)	"	11 Sec , T R M or Blk a  Section 11 T16S F	•	
Distance in miles and direction from nearest town or post office*				12 County or Parish  Eddy County	13 State NM	
Distance from proposed* location to nearest property or lease line, ft (Also to nearest drig unit line, if any)	16 No o	f acres in lease	17 Spacin	g Unit dedicated to this well		
Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft	19 Propo	19 Proposed Depth 11130 ' MD 20 BLM/BIA Bond No. on file NMB 000215				
Elevations (Show whether DF, KDB. RT, GL. etc.) 3570 GL	22 Appro	oximate date work will sta 06/01/2008	rt*	23 Estimated duration 45 days		
	24. At	tachments				
the following, completed in accordance with the requirements of Onsho.  Well plat certified by a registered surveyor  A Drilling Plan  A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office)		4 Bond to cover t Item 20 above) 5 Operator certific	he operatio	is form  Institute the service of th		
5 Signature Pol	Nar	Name (Printed Typed)  Lee Ann Rollins			ote 04/30/2008	
Agent						
Approved by (Signature) /s/ James Stovall		me (Printed Typed) S/Jar	nes St	ovall	ate AUG 0 4 2008	
FIELD MANAGER	Off	CARLSE		IELD OFFICE		
Application approval does not warrant or certify that the applicant ho conduct operations thereon.	lds legal or e	quitable title to those righ		*	tle the applicant to	

Conditions of approval, if any, are attached.

APPROVAL FOR TWO YEARS

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

NOTE: NEW PIT RULE
19-15-17 NIMAC. PART

19-15-17 NMAC PART 17 A form C-144 must be approved

before starting drilling operations.

\*(Instructions on page 2)

ROSWELL CONTROLLED WATER BASIN

SEE ATTACHED FUR CONDITIONS OF APPROVAL

APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS **ATTACHED** 



#### STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS

C.O.G. Operating, LLC (229137) 550 W. Texas Avenue, Ste. 1300 Midland, TX 79701

The undersigned accepts all applicable terms, conditions, stipulations and restrictions covering operations conducted on the leased land or portion thereof, as described below:

Lease No – Surface Location:

State Of New Mexico

Lease No – Bottom Hole Location: NM 103873

Well Name:

Blackhawk "11" Federal #1

Legal Description of Land:

SL: 430' FSL & 430' FWL, Unit M

BHL: 330' FSL & 330' FWL, Unit P

Sec 11, T16S, R28E

Eddy County, New Mexico

Formation(s) (if applicable):

Wolfcamp - Crow Flats

Bond Coverage:

\$25,000 statewide bond of C.O.G. Operating, LLC

BLM Bond File No:

NMB 000215

5-2-08 Date

C.O.G. Operating, LLC

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

#### 5 Lease Serial No

### SUNDRY NOTICES AND REPORTS ON WELLS

6. If Indian, Allottee or Tribe Name

abandoned well. Use Form 3160			
SUBMIT IN TRIPLICATE- Other	7 If Unit or CA/Agreement, Name and/or No		
1 Type of Well ☐ ☐ Gas Well ☐ ☐ C	8. Well Name and No.		
2. Name of Operator COG Operating LLC	ocd-ariesia	9 API Well No.	
3a Address 550 W. Texas Ave., Suite 1300 Midland, TX 79701	3b Phone No. (include area code) 432-685-4340	10 Field and Pool, or Exploratory Area	
4 Location of Well (Footage, Sec., T, R, M, or Survey Description of Well (VARIOUS NM COUNTY L	11. County or Parish, State  Various NM Counties		
12. CHECK APPROPRIATE BOX(E	S) TO INDICATE NATURE OF NOTICE, R	EPORT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION		
	Deepen Production (State   Production   Production (State   Production   Production	Well Integrity Other Drill with Closed Loop	
Describe Proposed or Completed Operation (clearly state of the proposal is to deepen directionally or recomplete hor Attach the Bond under which the work will be performed following completion of the involved operations. If the optesting has been completed. Final Abandonment Notices is	all pertinent details, including estimated starting date of a rizontally, give subsurface locations and measured and troor provide the Bond No. on file with BLM/BIA. Requireration results in a multiple completion or recompletion	ny proposed work and approximate duration thereof.  Le vertical depths of all pertinent markers and zones.  Led subsequent reports shall be filed within 30 days  Led in a new interval, a Form 3160-4 shall be filed once	

determined that the site is ready for final inspection.)

COG Operating LLC respectfully requests permission to drill the attached list of Eddy County wells with a closed loop system.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)						
Phyllis Edwards	Title Regul	latory Analyst				
Signature Myllio Edwards	Date	06/23/2008				
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved by James a. Comes	Title	SEPS	Date 6-27-08			
Conditions of approval, if any, are attached. Approval of this notice does not warrar certify that the applicant holds legal or equitable title to those rights in the subject leaving which would enough the applicant to conduct operations thereon.		CARLSBA	D FIELD OFFICE			

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 faise, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

## CLOSED LOOP SYSTEM - ATTACHMENT TO BLM SUNDRY DATED 6-23-08

$\omega$	WELL NAME	CTY	LEASE#	<u> API #</u>	<b>FOOTAGES</b>	SECTION, TWN, RNG, UL
	Andromeda Federal #1H	Chaves	NM105887	3000527975	660 FNL, 330 FEL	Sec 14, T15S, R31E, Unit A
	Andromeda Federal #2H	Chaves	NM105887	3000527976	1980 FNL, 850 FEL	Sec 14, T15S, R31E, Unit H
	Andromeda Federal #3H	Chaves	NM105887	3000527977	1650 FSL, 330 FWL	Sec 14, T15S, R31E, Unit L
	Gemini Federal #1H → · · · · ·	Chaves	NM105886	3000527972	330 FSL, 330 FEL	Sec 12, T15S, R31E, Unit P
	Hercules Federal Com #2H	Chaves	NM105885		660 FNL, 430 FWL	Sec 15, T15S, R31E, Unit D
	Hercules Federal Com #3H	Chaves	NM105885		1980 FSL, 430 FWL	Sec 15, T15S, R31E, Unit L
	Hercules Federal Com #4H	Chaves	NM105885		660 FSL, 330 FEL	Sec 15, T15S, R31E, Unit P
	Örion Federal #1H	Chaves	NM105887	3000527978	1980 FNL, 330 FEL	Sec 13, T15S, R31E, Unit H
	Orion Federal #2H	Chaves	NM105887	3000527994	1980 FSL, 330 FEL	Sec 13, T15S, R31E, Unit I
	Orion Federal #3H	Chaves	NM105887	3000528001	660 FSL, 330 FEL	Sec 13, T15S, R31E, Unit P
	Polaris Federal #1	Chaves	NM105885	3000527999	1980 FNL, 330 FWL	Sec 15, T15S, R31E, Unit E
	Taurus Federal #1H	Chaves	NM105885	3000528000	330 FSL, 330 FWL	Sec 10, T15S, R31E, Unit M
					,	,
***************************************	Blue Thunder 5 Fed #2	Eddy	LC069033	3001535550	1200 FNL, 1980 FWL	Sec.5, T19S, R31E, Unit C
	Blackhawk 11 Federal 1	Eddy	NM 95630		430 FSL, 430 FWL	Sec 11, T16S, R28E, Unit M
-	Blitzen 35 Federal 1 1	Eddy	NM103876	3001536044	330 FNL, 990 FEL 👙	Sec 35, T165, R28E, Unit A
Willes.	Blitzen 35 Federal 2	Eddy	NM103876		1800 FNL, 330 FEL	Sec 35, T16S, R28E, Unit H
-	Caribou 19 Federal #1	Eddy	NM103872	100000	.430 FSL, 430 FEL 🖔 🧍	Sec 19, T16S, R28E, Unit P
_	Caribou 19 Federal #2	Eddy	NM103872	ì	1980 FSL, 790 FEL	Sec 19, T16S, R28E, Unit I
-	Comet 22:Federal;#1# 🕟 💆 🗁	Eddy	NM100844	3001535832	660 FSL, 330 FWL	Sec 22, T16S, R28E, Unit 🛴
National Property and the Parkers	Comet 22 Federal #2	Eddy	NM100844	3001535818	1980 FSL, 330 FWL	Sec 22, T16S, R28E, Unit
~	Comet 22 Federal #3: 🔻 🕍 🛴	Eddy	NM100844	3001535821	1980 FNL, 330 FWL	Sec 22, T16S, R28E, Unit
	Comet 22 Federal #4	Eddy	NM100844		330 FNL, 1650 FWL	Sec 22, T16S, R28E, Unit C
	Donner 30 Federal #1	r x x **	NM054856	4 / / 4 / 1/ / Y/ Y/ Y/	330 FSL, 330 FEL 🚉	Sec 30, T16S, R28E, Unit
	Donner 30 Federal #2	Eddy	NM054856		1800 FSL, 330 FEL	Sec 30, T16S, R28E, Unit
	Donner 30 Federal #3 14 12 2	3 3×3*	NM054856	6 / 5/ /00 //	1800 FNL, 1980 FEL	Séc 30,7116S, R28E, Unit
	Donner 30 Federal #4		NM054856		330 FNL, 330 FEL	Sec 30, T16S, R28E, Unit A
THE PARTY.	High Lonesome 23 Fed Com 1H		LC118710		900 FSL, 330 FEL	Sec 23, T16S, R29E, Unit P
	High Lonesome 26 Fed Com 1H	•	LC118710		660 FNL, 1150 FEL	Sec 26, T16S, R29E, Unit A
	High Lonesome 26 Fed Com 2H	Eddy	LC118710	3501535894	2030 FNL, 530 FEL	Sec 26, T16S, R29E, Unit H
/	Reindeer 21 Federal #3	Eddy	NM100844	47874	1980 FNL, 430 FWL	Sec 21, T16S, R28E, Unit E
/	Reindeer 21 Federal #4 1	Eddy	ͺʹΝ <mark>Ϻ</mark> ͺ100844ͺͰ		,1980 FSL, 430 FWL	Sec 21, T16S, R28É, Ướit L 🗽
	Eagle Feather State #1	Lea	LC13430		•	Sec 16, T26S, R36E, Unit J
	Eagle Feather State #2	, Lea .	LC13430	3002538885	660 FNL, 1630 FEL."	Sec 21, T26S, R36E, Unit H

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 DISTRICT II

1301 W. Grand Avenue, Artesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

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

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

### OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

AUG 15 2008

OCDARIES A AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code					
30-015-	97102	CROW FLATS: WOLFCA	CAMP			
Property Code	Property	Property Name				
	BLACKHAWK "11"	FEDERAL COM	1			
OGRID No.	Operator	Name	Elevation			
229137	C.O.G. OPERATING L.L.C.					

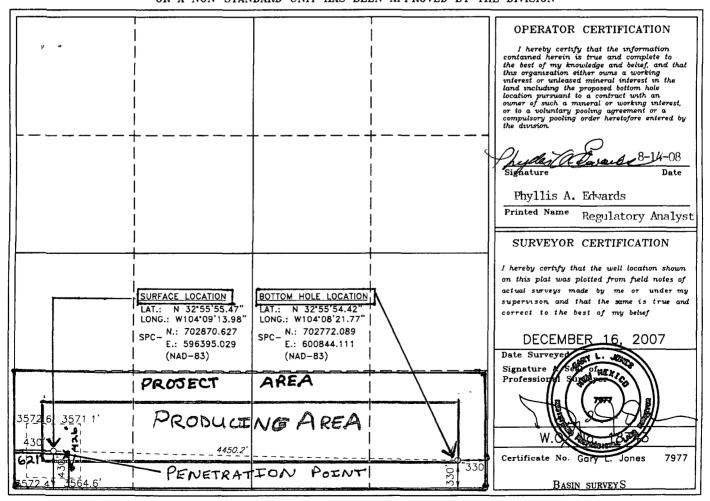
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
М	11	16 S	28 E	•	430	SOUTH	430	WEST	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
	Р	11	16 S	28 E		330	SOUTH	330	EAST	EDDY
	Dedicated Acres   Joint or Infill   Consolidation Code					der No.				
į	160									

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



#### ATTACHMENT TO FORM 3160-3 COG Operating LLC

Blackhawk "11" Federal Com # 1 SL: 430' FSL & 430' FWL Unit M BHL: 330' FSL & 330' FEL Unit P Sec 11, T16S, R28E Eddy County, NM

1. Proration Unit Spacing: 160 Acres

2. Ground Elevation: 3570'

3. Proposed Depths: Pilot hole TD = 6835', Horizontal TVD = 6680', Horizontal MD = 11130'

#### 4. Estimated tops of geological markers:

Quaternary	Surface
Yates/Seven Rivers	385'
Queens	1120'
San Andres	1850'
Glorietta	3375'
Abo	5370'
Wolfcamp	6585'

### 5. Possible mineral bearing formations:

Water Sand	Fresh Water		150'
San Andres	Oil / Gas	,	1850'
Glorietta	Oil / Gas		3375'
Abo	Oil / Gas		5370'
Wolfcamp	Oil / Gas		6585'

#### 6. Casing Program

Hole size	Interval	OD of Casing	Weight	Cond.	<u>Collar</u>	Grade
17-1/2" Collapse sf -	0' - +/-500' - 2.98, Burst sf – 2	13-3/8" .33, Tension sf	48# 13.42	New	STC	H40
	0' - 2300' - 2. 46, Burst sf – '	9-5/8" 1.35, Tension st	40# 6.48	New	STC	J-55
	- 2. 08, Burst sf – 2	5-1/2" 2.35, Tension st	17# f – 2.92	New	LTC	L-80
	/ <i>0 85 (</i> / 6000' – 1,1130'MD - 1.85, Burst sf – 2	5-1/2" 2.28, Tension sf	17# 29.19	New	втс	L-80

#### ATTACHMENT TO FORM 3160-3 COG Operating LLC Blackhawk "11" Federal Com # 1 Page 2 of 3

#### 7. Cement Program

13 3/8" Surface Casing set at +/- 500', Circ to Surf with +/- 500 sx Class "C" w/ 2% CaCl2, 1.35 yd.

9 5/8" Intermediate Casing set at +/- 2300', Circ. to Surf with +/- 700 sx 50/50 Poz "C", 2.45 yd. & 200 sx Class "C" w/ 2% CaCl2, 1.35 yd.

5 ½" Production Casing set at +/- 11130' MD, 6680' TVD, Cement with +/- 200 sx. 50/50/2 "C", 1.37 yd & +/- 650 sx Class "H", 1.18 yd. Est. TOC @ 6000'.

#### 8. Pressure Control Equipment:

After setting 13 3/8" casing and installing 3000 psi casing head, NU 13 5/8" 3000 psi annular BOP. Test annular BOP, casing and manifold with clear fluid to 1000 psi w/ rig pump.

After setting 9 5/8" casing and installing 3000 psi casing spool, NU 3000 psi double ram BOP and 3000 psi annular BOP. Test double ram BOP and manifold to 3000# with clear fluid and annular to 1500 psi using an independent tester, this equipment will be used continuously until TD is reached. Blind rams will be operationally checked on each trip out of hole. Pipe rams will be operationally checked each 24 hour period. These checks will be noted on daily tour sheets. Other accessories to the BOP equipment include a Kelly cock and floor safety valves, choke lines and choke manifold with 3000 psi. WP rating.

#### 9. Proposed Mud Circulating System

	<u>Interval</u>	Mud Wt.	Visc	FL	Type Mud System
	0' - 500'	8.5	28	NC	Fresh water native mud w/ paper for seepage and sweeps. Lime for PH.
asing	500' - 1800' 2300	9.1	30	NC	Cut brine mud, lime for PH and paper for seepage and sweeps. Suc CoA
artur	1880'- 5300' 2 <sup>300</sup>	9.1	29	NC	Drill section with fresh water/cut brine circulating the reserve utilizing periodic sweeps of paper as needed for seepage control and solids removal.
	/0956 5300' - 11 <del>130</del> '	9.5	36	10	Drill horizontal section with XCD polymer / cut brine / starch.

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

#### 10. Production Hole Drilling Summary:

Drill 8-3/4" hole thru Wolfcamp, run open hole logs. Spot 150 sx. "H" Kick off plug from +/- 6500' to +/- 6100'. Time drill and kick off 7-7/8" hole at +/- 6100', building curve over +/- 475' to horizontal at 6610' TVD. Drill horizontal section in an easterly direction for +/-4500' lateral. Run production casing and cement.

#### ATTACHMENT TO FORM 3160-3 COG Operating LLC Blackhawk "11" Federal # 1 Page 3 of 3

#### 11. Auxiliary Well Control and Monitoring Equipment

- A. Kelly cock will be kept in the drill string at all times.
- B. A full opening drill pipe-stabbing valve with proper drill pipe connections will be on the rig floor at all times.

#### 12. 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 ran from T.D. in Pilot hole to 9 5/8" casing shoe.
- B. The mud logging program will consist of lagged 10' samples from intermediate casing point to T.D. in vertical pilot hole and from Kick off point to TD in Horizontal hole.
- C. Drill Stem test is not anticipated.
- D. No conventional coring is anticipated.
- E. Further testing procedures will be determined after the 5 ½" production casing has been cemented at TD based on drill shows and log evaluation.

#### 13. Abnormal Conditions, Pressures, Temperatures and Potential Hazards:

No abnormal pressures or temperatures are anticipated. The estimated bottom hole at TD is 110 degrees and estimated maximum bottom hole pressure is 2838 psig. Low levels of Hydrogen sulfide have been monitored in producing wells in the area, so H2S may be present while drilling of the well. An H2S plan is attached to the Drilling Program. No major loss of circulation zones has been reported in offsetting wells.

#### 14. Anticipated Starting Date

Drilling operations will commence approximately on July 1, 2008 with drilling and completion operations lasting approximately 45 days.

# **COG Operating LLC**

Eddy County S11T16S R28E Blackhawk 11Federal Com 1 Original Hole

Plan: Plan #1

## **Pathfinder Survey Report**

21 February, 2008

C.O.G. Operating L.L.C.



Azimuths to Grid North True North: -0.10° Magnetic North: 8.19°

Magnetic Field Strength: 49331.5snT **Project: Eddy County** Site: S11 T16S R28E

Well: Blackhawk 11 Federal Com 1 Wellbore: Original Hole

Dip Angle: 60.83° lan: Plan #1 (Blackhawk 11 Federal Com 1/Original Hole)

Model: IGRF200510



Datum: North American Datum 1983

Zone: New Mexico Eastern Zone

PROJECT DETAILS: Eddy County

Geodetic System. US State Plane 1983

Ellipsoid, GRS 1980

System Datum: Mean Sea Level Local North: Grid

WELL DETAILS Blackhawk 11 Federal Com 1 Ground Elevation 3570.00 RKB Elevation EST RKB @ 3570.00ft Rig Name. Northing 702870.627 Slot Easting 596395,029 Latittude 32° 55' 55,470 N Longitude 104° 9' 13,977 W 0.00

SECTION DETAILS 0,00 0,00 12.00 0,01 0.01 VSec Target 0.00 0.00 469.05 520.59 +N/-S 0,00 0,00 -10,40 -11,54 +E/-W 0.00 0.00 468.93 520.46 4449.08 7Face 0.00 0.00 91.27 -27.01 MD 00,0 Azi 0,00 TVD 0,00 0,00 6132.61 6874.19 6925.74 6132.61 6610.00 6610.91 0.00 88.99 88.99 0 00 91.27 91.27 91.27 6680.00 -98.54 0.00 4450.17 PbHI

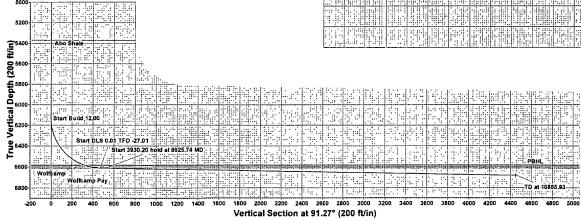
WELLBORE TARGET DETAILS (MAP CO-ORDINATES) +E/-W 4449.08 Northing 702772 089 Easting Shape 600844.111 Point Name PbHI

West(-)/East(+) (200 ft/in)

1000 1200 1400 1800 1800 2000 2200 2400 2800 2800 3000 3200 3400 3600 3800 4000 4200 4400 4600 4800 5000

TVDPath MDPath 38.00 385.00 385.00 385.00 385.00 120.00 1120.00 120.00 1307.00 3375.00 3375.00 3375.00 3570.00





 Plan	Plan	#1	(Blackh	awk 11	Feder	al Com	1/Original i	lo <b>ie</b> )
Cmut	~ 0		F		Date	14.00	Enhant 21	2000

#### **WHS**

#### Pathfinder Survey Report

MD Reference:

Company: COG Operating LLC Local Co-ordinate Reference: TVD Reference:

Project: **Eddy County** Site: S11 T16S R28E

Well: Blackhawk 11 Federal Com 1

Wellbore: Original Hole Design:

North Reference:

Survey Calculation Method: Plan #1 Database:

Well Blackhawk 11 Federal Com 1

EST RKB @ 3570.00ft EST RKB @ 3570.00ft

60.83

49.331

Grid

Minimum Curvature

EDM 2003.16 Single User Db

Eddy County Project

Map System: US State Plane 1983 North American Datum 1983 Geo Datum:

New Mexico Eastern Zone Map Zone:

System Datum:

Site S11 T16S R28E

702,870.627 ft Site Position: 32° 55' 55.470 N Latitude: From: Easting: 596,395.029ft Longitude: 104° 9' 13.977 W

0.10° **Position Uncertainty:** ft 00.0 Slot Radius: **Grid Convergence:** 

Blackhawk 11 Federal Com 1 Well

IGRF200510

**Well Position** +N/-S 32° 55' 55.470 N n 00.0 Northing: 702,870.627 ft Latitude: +E/-W 0.00 ft 104° 9' 13.977 W Easting: 596,395 029 ft Longitude:

0.00 ft **Position Uncertainty** Wellhead Elevation: ft **Ground Level:** 3,570.00 ft

Original Hole Wellbore Magnetics Dip Angle **Model Name** Sample Date Declination Field Strength (°) (nT)

Design

8.29

**Audit Notes:** 

0.00 Version: Phase: **PLAN** Tie On Depth:

2/21/2008

**Vertical Section:** Depth From (TVD) +N/-S Direction (ft) (ft) (ft) (°) 0.00 0.00 91.27 0.00

Date 2/21/2008 **Survey Tool Program** 

Survey (Wellbore) Tool Name Description

10,855.86 Plan#1 (Original Hole) MWD MWD - Standard

Planned Survey		THE STATE OF SELECT	CONTRACTOR OF THE CONTRACTOR		ACTION AND AND AND AND AND AND AND AND AND AN	AND DESCRIPTION OF THE PERSON NAMED IN	A COLUMN TO THE REAL PROPERTY OF THE PARTY O
MD (ft)	Inc Az		TVD (ft)	한민국, 인상 시네 v - 인스 .T	/W V.	Sec ft) (	DLeg °/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100 00	0.00	0.00	100.00	0.00	0 00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00
600.00	0.00	0 00	600.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00
1,000.00	0.00	0 00	1,000.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00

WHS
Pathfinder Survey Report

Company: COG Operating LLC

Project: Site: Well: Eddy County S11 T16S R28E

Blackhawk 11 Federal Com 1 Original Hole

Wellbore: Original Design: Plan #1

Local Co-ordinate Reference:

TVD Reference:

North Reference: Survey Calculation Method:

Database:

Well Blackhawk 11 Federal Com 1

EST RKB @ 3570.00ft EST RKB @ 3570.00ft

Grid

Minimum Curvature

EDM 2003.16 Single User Db

lanned Survey	The same and the same special section in the same section in the s	A CONTRACTOR OF THE PROPERTY O	a an armider variation province designation where the	and the second s	entere de de la companya de la comp	Norman Sanaki diminindekan kendintan pendan sanakan sa	adente um sente a co materiales programas
the state of the s				2 446	F. 1		Diam'r
MD (ft)	* Inc. 3, 8, 26, 7, 7, 7, 7, 7, 7, 7, 7, 7, 7, 7, 7, 7,	Azi (°)	TVD		E/W (ft)	V. Sec (ft) (*	DLeg ( /100ft)
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.0
1,300.00	0.00	0 00	1,300.00	0.00	0.00	0.00	0.0
1,400.00	0.00	0.00	1,400 00	0.00	0.00	0.00	0.0
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.0
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.0
1,700.00	0.00	0.00	1,700.00	0.00	0.00	0.00	0.0
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0. 0.
2,200.00	0.00	0.00	2,200.00	0.00	0.00	0.00	0.
2,300.00	0.00	0.00	2,300.00	0.00	0.00	0.00	0.
2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.
2,500.00	0.00	0.00	2,500.00	0.00	0.00	0.00	0.
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.
2,900.00	0.00	0.00	2,900.00	0.00	0.00	0.00	0.
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0.00	0.
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0.00	0.
3,300 00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.
3,400.00	0.00	0.00	3,400.00	0.00	0.00	0.00	0.
3,500.00	0.00	0.00	3,500.00	0.00	0.00	0.00	0.
3,600.00	0.00	0.00	3,600.00	0.00	0.00	0.00	0.
3,700.00	0.00	0.00	3,700.00	0.00	0.00	0 00	0
3,800.00	0.00	0.00	3,800.00	0.00	0.00	0 00	0.
3,900.00	0.00	0.00	3,900.00	0.00	0.00	0.00	0.
4,000.00	0.00	0.00	4,000.00	0.00	0.00	0.00	0
4,100.00	0.00	0.00	4,100.00	0.00	0.00	0.00	0.
4,200.00	0.00	0.00	4,200.00	0.00	0.00	0.00	0
4,300.00	0.00	0.00	4,300.00	0.00	0.00	0.00	0.
4,400.00	0.00	0.00	4,400.00	0.00	0.00	0.00	0.
4,500.00	0.00	0.00	4,500.00	0.00	0.00	0.00	0.
4,600.00	0.00	0.00	4,600.00	0.00	0.00	0.00	0.
4,700.00	0.00	0.00	4,700.00	0.00	0.00	0.00	0
4,800.00	0.00	0.00	4,800.00	0.00	0.00	0.00	0.
4,900.00	0.00	0.00	4,900.00	0.00	0.00	0.00	0.
5,000.00	0.00	0.00	5,000.00	0.00	0.00	0.00	0.
5,100.00	0.00	0.00	5,100.00	0.00			0.
5,200.00	0.00	0.00	5,700.00		0.00	0.00	
5,300.00	0.00	0.00		0.00	0.00	0.00	0.
5,400.00	0.00	0.00	5,300.00 5,400.00	0.00	0 00	0.00	0.
			5,400.00	0.00	0.00	0.00	0.
5,500 00	0.00	0.00	5,500 00	0.00	0.00	0.00	0.

WHS Pathfinder Survey Report

Company: Project:

Site:

Secretaria de la constanta de COG Operating LLC

Eddy County S11 T16S R28E

Well:

Blackhawk 11 Federal Com 1

Original Hole Wellbore:

Design: Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method: Database:

Well Blackhawk 11 Federal Com 1

EST RKB @ 3570.00ft

EST RKB @ 3570.00ft Grid

Minimum Curvature

EDM 2003.16 Single User Db

Planned Survey	A series of the			and the second s	engen an i "dam arben anneren arben eren. Den		and production of the same
MD	inc (°)	Azi	TVD	N/S		V. Sec	DLeg
(ft)		(**(°)	(ft)	(ft)	(ft)	and the same of th	°/100ft)
5,600.00	0.00	0.00	5,600.00	0.00	0.00	0.00	0.0
5,700.00	0.00	0.00	5,700.00	0.00	0 00	0.00	0.0
5,800.00	0.00	0.00	5,800.00	0.00	0.00	0.00	0.0
5,900.00	0.00	0.00	5,900.00	0.00	0.00	0.00	0.0
6,000.00	0.00	0.00	6,000.00	0.00	0.00	0.00	0.0
6,100.00	0.00	0.00	6,100.00	0.00	0.00	0.00	0.
6,132.61	0.00	0.00	6,132.61	0.00	0.00	0.00	0.
6,150.00	2.09	91.27	6,150.00	-0.01	0.32	0.32	12.
6,175.00	5.09	91.27	6,174.94	-0.04	1.88	1.88	12.
6,200.00	8.09	91.27	6,199.78	-0.11	4.75	4.75	12.
6,225.00	11.09	91.27	6,224.42	-0.20	8.91	8.91	12.
6,250.00	14.09	91.27	6,248.82	-0.32	1 <del>4</del> .35	14.36	12.
6,275.00	17.09	91.27	6,272.90	-0.47	21.07	21.07	12.
6,300.00	20.09	91.27	6,296.59	-0.64	29.04	29.04	12.
6,325.00	23.09	91.27	6,319.84	-0.85	38.23	38.24	12.
6,350.00	26.09	91.27	6,342.57	-1.08	48.63	48.64	12.
6,375.00	29.09	91.27	6,364.72	-1.33	60.20	60.22	12.
6,400.00	32.09	91.27	6,386.24	-1.62	72.92	72.94	12.
6,425.00	35.09	91.27	6,407.06	-1.92	86.74	86.76	12.
6,450 00	38.09	91.27	6,427.14	-2.25	101.64	101.66	12.
6,475.00	41.09	91.27	6,446.40	-2.61	117.56	117.59	12.
6,500.00	44.09	91.27	6,464.80	-2.98	134.48	134.51	12.
6,525.00	47.09	91.27	6,482.30	-3.38	152.33	152.36	12
6,550.00	50.09	91.27	6,498.83	-3.79	171.07	171.11	12.
6,575.00	53.09	91.27	6,514.37	-4.23	190.65	190.70	12.
6,600.00	56.09	91.27	6,528.85	-4.68	211.02	211.07	12.
6,625.00	59.09	91.27	6,542.25	-5.15	232.12	232.17	12.
6,650.00	62.09	91.27	6,554.53	-5.63	253.89	253.95	12.
6,675.00	65.09	91.27	6,565.65	-6.12	276.27	276.34	12.
6,700.00	68.09	91.27	6,575.58	-6.63	299.20	299.27	12.
6,725.00	71.09	91.27	6,584.30	-7.15 	322.62	322.70	12.
6,750.00	74.09	91.27	6,591.78	-7.68	346.47	346.55	12.
6,775.00	77.09	91.27	6,598.00	-8.22	370.67	370.76	12.
6,800.00	80.09	91.27	6,602 95	-8.76	395.17	395.27	12.
6,825.00	83.09	91.27	6,606.60	-9.31	419.89	419.99	12.
6,850.00	86.09	91.27	6,608 96	-9.86	444.77	444.88	12
6,874.19	88.99	91.27	6,610.00	-10.40	468.93	469.05	12.
6,900.00	88.99	91.27	6,610.46	-10.97	494.73	494.85	0.
6,925.74	88.99	91.27	6,610.91	-11.54	520.46	520.59	0.
7,000.00	88.99	91.27	6,612.21	-13.18	594.69	594.84	0
7,100.00	88.99	91.27	6,613.97	-15.40	694.65	694.82	0
7,200.00	88.99	91.27	6,615.73	-17.61	794.61	794.80	0.
7,300.00	88.99	91.27	6,617.49	-19.82	894.57	894.79	0.
7,400.00	88.99	91.27	6,619.25	-22.04	994.53	994.77	0. 0.

WHS Pathfinder Survey Report

Company: Project: Site:

COG Operating LLC

**Eddy County** S11 T16S R28E

Blackhawk 11 Federal Com 1

Site: Well: Wellbore: Original Hole Design:

Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: Survey Calculation Method: Well Blackhawk 11 Federal Com 1

EST RKB @ 3570.00ft EST RKB @ 3570.00ft

Grid

Minimum Curvature

EDM 2003.16 Single User Db

Design: Plan #1			Database:		EDM 2003.16	Single User Db	Legre ing that the i
Planned Survey		e ann a'har ann ayna <sup>a</sup> ar a a' a a'istean a'i anns antaineacha		a salam is a sitti as a Karamasan salam	er Same a same merce ledin of the same sections and securities of the securi	man in the midman of the internal states as into	an service same server server , , my server
MD (ft)	Inc Azi			(S ft)	E/W (ft)	V. Sec (ft)	DLeg (°/100ft)
7,500.00	88.99	91.27	6,621.00	-24.25	1,094.49	1,094.76	0.00
7,600.00	88.99	91.27	6,622.76	-26.46	1,194.45	1,194.74	0.00
7,700.00	88.99	91.27	6,624.52	-28.68	1,294.41	1,294.73	0.00
7,800.00	88.99	91 27	6,626.28	-30.89	1,394.37	1,394.71	0.00
7,900 00	88.99	91.27	6,628.04	-33.10	1,494.33	1,494.70	0.00
8,000.00	88.99	91.27	6,629.79	-35.32	1,594.29	1,594.68	0.00
8,100.00	88.99	91.27	6,631.55	-37.53	1,694.25	1,694.67	0.00
8,200.00	88.99	91.27	6,633.31	-39.75	1,794.21	1,794.65	0.00
8,300.00	88.99	91.27	6,635.07	-41.96	1,894.17	1,894.63	0.00
8,400.00	88.99	91 27	6,636.83	-44.17	1,994.13	1,994.62	0.00
8,500.00	88.99	91.27	6,638.58	-46.39	2,094.09	2,094.60	0.00
8,600.00	88.99	91.27	6,640.34	-48.60	2,194.05	2,194.59	0.00
8,700.00	88.99	91.27	6,642.10	-50.81	2,294.01	2,294.57	0.00
8,800.00	88.99	91.27	6,643 86	-53.03	2,393.97	2,394.56	0.00
8,900.00	88.99	91.27	6,645.62	-55.24	2,493.93	2,494.54	0.00
9,000.00	88.99	91.27	6,647.37	-57.45	2,593.89	2,594.53	0.00
9,100.00	88.99	91.27	6,649.13	-59.67	2,693.85	2,694.51	0.00
9,200.00	88.99	91.27	6,650.89	-61.88	2,793.81	2,794.50	0.00
9,300.00	88.99	91.27	6,652.65	-64.10	2,893.77	2,894.48	0.00
9,400.00	88.99	91.27	6,654.41	-66.31	2,993.73	2,994.46	0.00
9,500.00	88.99	91.27	6,656.16	-68.52	3,093.69	3,094.45	0.00
9,600.00	88.99	91.27	6,657.92	-70.74	3,193.65	3,194.43	0.00
9,700.00	88.99	91.27	6,659.68	-72.95	3,293.61	3,294.42	0.00
9,800.00	88.99	91.27	6,661. <del>44</del>	-75.16	3,393.57	3,394.40	0.00
9,900.00	88.99	91.27	6,663.19	-77.38	3,493.53	3,494.39	0.00
10,000.00	88.99	91 27	6,664.95	-79.59	3,593.49	3,594.37	0.00
10,100.00	88.99	91.27	6,666.71	-81.80	3,693.45	3,694.36	0.00
10,200.00	88.99	91.27	6,668.47	-84.02	3,793.41	3,794.34	0.00
10,300.00	88.99	91.27	6,670.23	-86.23	3,893.37	3,894.33	0.0
10,400.00	88.99	91.27	6,671.98	-88.45	3,993.33	3,994.31	0.0
10,500.00	88.99	91.27	6,673.74	-90.66	4,093.29	4,094.29	0.0
10,600.00	88.99	91.27	6,675.50	-92 87	4,193.25	4,194.28	0.0
10,700.00	88.99	91.27	6,677.26	-95.09	4,293.21	4,294.26	0.0
10,800.00	88.99	91.27	6,679.02	-97.30	4,393.17	4,394.25	0.0
							_

10,855.93

88.99

91.27

6,680.00

-98.54

4,449.08

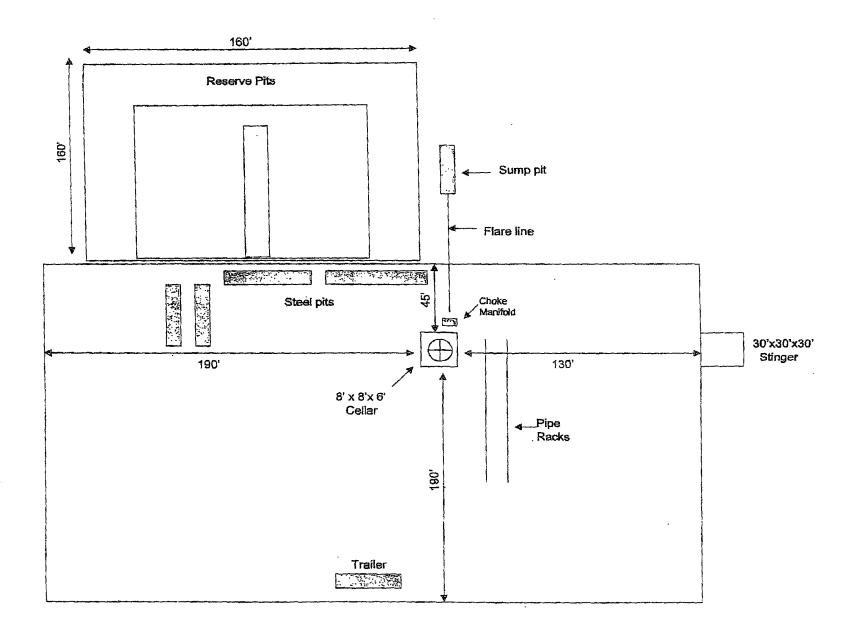
4,450.17

0.00

#### **WHS**

#### Pathfinder Survey Report

Company: COG Operating LLC Local Co-ordinate Reference: Well Blackhawk 11 Federal Com 1 Eddy County Project: TVD Reference: EST RKB @ 3570.00ft Site: S11 T16S R28E EST RKB @ 3570 00ft MD Reference: Well: Blackhawk 11 Federal Com 1 North Reference: Grid Wellbore: Original Hole **Survey Calculation Method:** Minimum Curvature Database: Design: Plan #1 EDM 2003.16 Single User Db Targets **Target Name** - hit/miss target Dip Angle Dip Dir. **ÁVT** +NI-S +E/-W Northing Easting (ft) (ft) (°) (ft) (ft) (ft) : Latitude 0.00 0.00 6,680.00 -98.54 4,449.08 702,772.089 600,844.111 32° 55' 54.417 N 104° 8' 21,776 W - plan hits target - Point **Formations** Measured ...... Vertical Dip Depth Depth Direction Dip ... (ft) -(ft) Lithology Name (°). 1,850.00 1,850.00 San Andres D 0.00 6,610.00 Wolfcamp Pay 6,874.16 0.00 3,375.00 3,375.00 Glorieta 0.00 385.00 Yates 385.00 0.00 1,120.00 Queen 1,120.00 0.00 6,727.18 6,585.00 Wolfcamp 0.00 5,370.00 5,370.00 Abo Shale 0.00 Checked By: Approved By: Date:

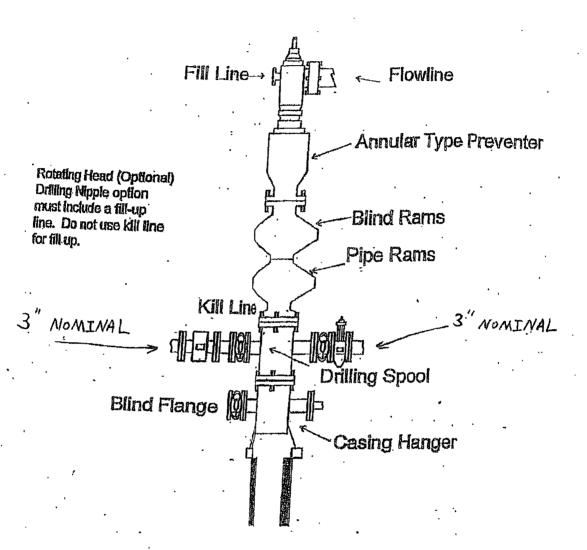


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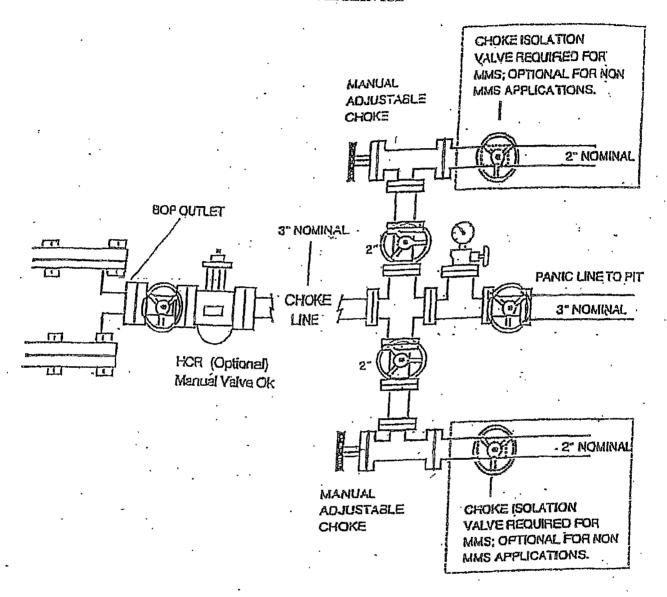
#### **BOPE SCHEMATIC**



900 SERIES

#### **CHOKE MANIFOLD**

#### **3M SERVICE**



## COG OPERATING, LLC

### HYDROGEN SULFIDE (H2S) CONTINGENCY PLAN FOR DRILLING / COMPLETING / WORKOVER / FACILITY WITH THE EXPECTATION OF H2S IN EXCESS OF 100 PPM

C.O.G. Operating, LLC
NEW DRILL WELL
Blackhawk "11" Federal #1
SL: 430' FSL & 430' FWL, Unit M
BHL: 330' FSL & 330' FWL, Unit P
Sec 11, T16S, R28E
Eddy County, New Mexico

This well / facility is not expected to have H2S, but the following is submitted as requested.

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IV.	Protection of the General (ROE) Radius of Exposure	Page 5
V.	Public Evacuation Plan	Page 6
VI.	Procedure for Igniting an Uncontrollable Condition	Page 7
VII.	Required Emergency Equipment	Page 8
VIII.	Using Self-Contained Breathing Air Equipment (SCBA)	Page 9
IX.	Rescue & First Aid for Victims of H2S Poisoning	Page 10
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#### **GENERAL H2S EMERGENCY ACTIONS**

In the event of any evidence of H2S emergency, the following plan will be initiated:

- 1. All personnel will immediately evacuate to an up-wind and if possible up-hill "safe area".
- 2. If for any reason a person must enter the hazardous area, they must wear a SCBA (self-contained breathing apparatus).
- 3. Always use the "buddy system".
- 4. Isolate the well / problem if possible.
- 5. Account for all personnel.
- 6. Display the proper colors warning all unsuspecting personnel of the danger at hand.
- 7. Contact the company representative as soon as possible if not at the location (use the enclosed call list as instructed).

At this point the company representative will evaluate the situation and coordinate the necessary duties to bring the situation under control, and if necessary, the notification of emergency response agencies and residents.

#### EMERGENCY PROCEDURES FOR AN UNCONTROLLABLE RELEASE OF H2S

- 1. All personnel will don the self-contained breathing apparatus.
- 2. Remove all personnel to the "safe area: (always use the "buddy system").
- 3. Contact company representative if not on location.
- 4. Set in motion the steps to protect and / or remove the general public to any upwind "safe are". Maintain strict security and safety procedures while dealing with the source.
- 5. No entry to any unauthorized personnel.
- 6. Notify the appropriate agencies: City Police City streets

State Police - State Roads County Sheriff - County Roads

7. Call the NMOCD.

If at this time the supervising person determines the release of H2S cannot be contained to the site location and the general public is in harms way, he will immediately notify public safety personnel.

### **EMERGENCY CALL LIST**

	Office	Cell	<u>Home</u>
John Coffman	432-683-7443	432-631-9762	432-699-5552
Erick Nelson	432-683-7443	432-238-7591	
Matt Corser	432-683-7443	432-413-0071	

# EMERGENCY RESPONSE NUMBERS Eddy County, New Mexico

State Police	505-748-9718
Eddy County Sheriff	505-746-2701
Emergency Medical Services (Ambulance)	911 or 505-746-2701
Eddy County Emergency Management (Harry Burgess)	505-887-9511
State Emergency Response Center (SERC)	505-476-9620
Carlsbad Police Department	505-885-2111
Carlsbad Fire Department	505-885-3125
New Mexico Oil Conservation Division	505-748-1283
Callaway Safety Equipment, Inc.	505-392-2973

#### PROTECTION OF THE GENERAL (ROE) RADIUS OF EXPOSURE

In the event greater than 100 ppg H2S is present, the ROE calculations will be done to determine if the following is warranted:

- \* 100 ppm at any public area (any place not associated with this site)
- \* 500 ppm at any public road (any road which the general public may travel).
- \* 100 ppm radius of 3000' will be assumed if there is insufficient data to do the calculations, and there is a reasonable expectation that H2S could be present in concentrations greater than 100 ppm in the gas mixture.

Calculation for the 100 ppm ROE: (H2S concentrations in decimal form)

X = [(1.589)(concentration)(Q)] (0.6258) 10,000 ppm + = .01

1,000 ppm += .001

Calculation for the 500 ppm ROE: 100 ppm + = .0001

10 ppm + = .00001

X = [(0.4546)(concentration)(Q)] (.06258)

EXAMPLE: If a well / facility has been determined to have 150 ppm H2S in the gas mixture and the well / facility is producing at a gas rate of 200 MCFD then:

ROE for 100 ppm X=[(1.589)(.00010)(200,000)] (0.6258)

X=8.8

ROE for 500 ppm X=[(.4546)(.00050)(200,000)](0.6258)

X=10.9

These calculations will be forwarded to the appropriate NMOCD district office when applicable.

#### **PUBLIC EVACUATION PLAN**

When the supervisor has determined that the general public will be involved, the following plan will be implemented.

- 1. Notification of the emergency response agencies of the hazardous condition and implement evacuation procedures.
- 2. A trained person in H2S safety shall monitor with detection equipment the H2S concentration, wind and area of exposure. This person will determine the outer perimeter of the hazardous area. The extent of the evacuation area will be determined from the data being collected. Monitoring shall continue until the situation has been resolved. All monitoring equipment shall be UL approved for use in Class I Groups A, B, C & D, Division I hazardous locations. All monitors will have a minimum capability of measuring H2S, oxygen, and flammable values.
- 3. Law enforcement shall be notified to set up necessary barriers and maintain such for the duration of the situation as well as aid in the evacuation procedure.
- 4. The company representative shall stay in communication with all agencies throughout the duration of the situation and inform such agencies when the situation has been contained and the effected area is safe to enter.

#### PROCEDURE FOR IGNITING AN UNCONTROLLABLE CONDITION

The decision to ignite a well should be a last resort and one, if not both, of the following pertain:

- 1. Human life and / or property are endangered.
- 2. There is no hope of bringing the situation under control with the prevailing conditions at the site.

#### **Instructions for Igniting the Well:**

- 1. Two people are required. They must be equipped with positive pressure, self-contained breathing apparatus and "D"-ring style, full body, OSHA approved safety harness. Non-flammable rope will be attached.
- 2. One of the people will be a qualified safety person who will test the atmosphere for H2S, oxygen and LFL. The other person will be the company representative.
- 3. Ignite upwind from a distance no closer than necessary. Make sure that where you ignite from has the maximum escape avenue available. A 25mm flare gun with a range of approximately +/- 500 feet shall be used to ignite the gas.
- 4. Before igniting, check for the presence of combustible gases.
- 5. After igniting, continue emergency actions and procedures as before.

#### REQUIRED EMERGENCY EQUIPMENT

#### 1. Breathing Apparatus

- \* Rescue Packs (SCBA) -1 unit shall be placed at each breathing area, 2 shall be stored in the safety trailer.
- \* Work / Escape Packs -4 packs shall be stored on the rig floor with sufficient air hose not to restrict work activity.
- \* Emergency Escape Packs 4 packs shall be stored in the doghouse for emergency evacuation.

#### 2. Signage and Flagging

- \* One Color Code Condition Sign will be placed at the entrance to the site reflecting the possible conditions at the site.
- \* A Colored Condition flag will be on display reflecting the condition at the site at that time.

#### 3. Briefing Area

\* Two perpendicular areas will be designated by signs and readily accessible.

#### 4. Windsocks

\* Two windsocks will be placed in strategic locations, visible from all angles.

#### 5. H2S Detectors and Alarms

- \* The stationary detector with three (3) sensors will be placed in the upper dog house if equipped, set to visually alarm @ 10 ppm and audible alarm @ 15 ppm. Calibrate a minimum of every 30 days or as needed. The three sensors will be placed in the following places: (Gas sample tubes will be stored in the safety trailer):
  - \* Rig Floor
  - \* Bell Nipple
  - \* End of flow line or where well bore fluid is being discharged

#### 6. Auxiliary Rescue Equipment

- \* Stretcher
- \* Two OSHA full body harnesses
- \* 100' of 5/8" OSHA approved rope
- \* One 20 lb. Class ABC fire extinguisher
- \* Communication via cell phones on location and vehicles on location

#### USING SELF-CONTAINED BREATHING AIR EQUIPMENT (SCBA)

- 1. SCBA should be worn when any of the following are performed:
  - \* Working near the top or on top of a tank
  - \* Disconnecting any line where H2S can reasonably be expected.
  - \* Sampling air in the area to determine if toxic concentrations of H2S exist.
  - \* Working in areas where over 10 ppm of H2S has been detected.
  - \* At any time there is a doubt of the level of H2S in the area.
- 2. All personnel shall be trained in the use of SCBA prior to working in a potentially hazardous location.
- 3. Facial hair and standard eyeglasses are not allowed with SCBA.
- 4. Contact lenses are never allowed with SCBA.
- 5. When breaking out any line where H2S can reasonably be expected.
- 6. After each use, the SCBA unit shall be cleaned, disinfected, serviced and inspected.
- 7. All SCBA shall be inspected monthly.

#### **RESCUE & FIRST AID FOR VICTIMS OF H2S POISONING**

- \* Do not panic.
- \* Remain calm and think.
- \* Get on the breathing apparatus.
- \* Remove the victim to the safe breathing area as quickly as possible, upwind and uphill from source or crosswind to achieve upwind.
- \* Notify emergency response personnel.
- \* Provide artificial respiration and / or CPR as necessary.
- \* Remove all contaminated clothing to avoid further exposure.
- \* A minimum of two (2) personnel on location shall be trained in CPR and First Aid.

#### **Toxic Effects of H2S Poisoning**

Hydrogen Sulfide is extremely toxic. The acceptable ceiling concentration for eight-hour exposure is 10 PPM, which is .001% by volume. Hydrogen Sulfide is heavier than air (specific gravity-1.192) and is colorless and transparent. Hydrogen Sulfide is almost as toxic as Hydrogen Cyanide and is 5-6 times more toxic that Carbon Monoxide. Occupational exposure limits for Hydrogen sulfide and other gasses are compared below in Table 1. toxicity table for H2S and physical effects are shown in Table II.

**Table 1**Permissible Exposure Limits of Various Gasses

Common Name	Symbol	Sp. Gravity	TLV	STEL	IDLH
Hydrogen Cyanide	HCN	.94	4.7 ppm	С	
Hydrogen Sulfide	H2S	1.192	10 ppm	15 ppm	100 ppm
Sulfide Dioxide	SO2	2.21	2 ppm	5 ppm	
Chlorine	$\operatorname{CL}$	2.45	.5 ppm	1 ppm	
Carbon Monoxide	CO	.97	25 ppm	200 ppm	
Carbon Dioxide	CO2	1.52	5000 ppm	30,000 ppm	
Methane	CH4	.55	4.7% LEL	14% UEL	

#### **Definitions**

- A. TLV Threshold Limit Value is the concentration employees may be exposed to based on a TWA (time weighted average) for eight (8) hours in one day for 40 hours in one (1) week. This is set by ACGIH (American Conference of Governmental Hygienists and regulated by OSHA.
- B. STEL Short Term Exposure Limit is the 15 minute average concentration an employee may be exposed to providing that the highest exposure never exceeds the OEL (Occupational Exposure Limit). The OEL for H2S is 19 PPM.
- C. IDLH Immediately Dangerous to Life and Health is the concentration that has been determined by the ACGIH to cause serious health problems or death if exposed to this level. The IDLH for H2S is 100 PPM.
- D. TWA Time Weighted Average is the average concentration of any chemical or gas for an eight (8) hour period. This is the concentration that any employee may be exposed to based on an TWA.

**TABLE II**Toxicity Table of H2S

Percent %	PPM	Physical Effects
.0001	1	Can smell less than 1 ppm.
.001	10	TLV for 8 hours of exposure
.0015	15	STEL for 15 minutes of exposure
.01	100	Immediately Dangerous to Life & Health. Kills sense of smell in 3 to
		5 minutes.
.02	200	Kills sense of smell quickly, may burn eyes and throat.
.05	500	Dizziness, cessation of breathing begins in a few minutes.
.07	700	Unconscious quickly, death will result if not rescued promptly.
.10	1000	Death will result unless rescued promptly. Artificial resuscitation
		may be necessary.

#### PHYSICAL PROPERTIES OF H2S

The properties of all gasses are usually described in the context of seven major categories:

COLOR
ODOR
VAPOR DENSITY
EXPLOSIVE LIMITS
FLAMMABILITY
SOLUBILITY (IN WATER)
BOILING POINT

Hydrogen Sulfide is no exception. Information from these categories should be considered in order to provide a fairly complete picture of the properties of the gas.

#### **COLOR – TRANSPARENT**

Hydrogen Sulfide is colorless so it is invisible. This fact simply means that you can't rely on your eyes to detect its presence, a fact that makes the gas extremely dangerous to be around.

#### **ODOR - ROTTEN EGGS**

Hydrogen Sulfide has a distinctive offensive smell, similar to "rotten eggs". For this reason it earned its common name "sour gas". However, H2S, even in low concentrations, is so toxic that it attacks and quickly impairs a victim's sense of smell, so it could be fatal to rely on your nose as a detection device.

#### **VAPOR DENSITY – SPECIFIC GRAVITY OF 1.192**

Hydrogen Sulfide is heavier than air so it tends to settle in low-lying areas like pits, cellars or tanks. If you find yourself in a location where H2S is known to exist, protect yourself. Whenever possible, work in an area upwind and keep to higher ground.

#### **EXPLOSIVE LIMITS – 4.3% TO 46%**

Mixed with the right proportion of air or oxygen, H2S will ignite and burn or explode, producing another alarming element of danger besides poisoning.

#### **FLAMMABILITY**

Hydrogen Sulfide will burn readily with a distinctive clear blue flame, producing Sulfur Dioxide (SO2), another hazardous gas that irritates the eyes and lungs.

#### **SOLUBILITY – 4 TO 1 RATIO WITH WATER**

Hydrogen Sulfide can be dissolved in liquids, which means that it can be present in any container or vessel used to carry or hold well fluids including oil, water, emulsion and sludge. The solubility of H2S is dependent on temperature and pressure, but if conditions are right, simply agitating a fluid containing H2S may release the gas into the air.

### **BOILING POINT – (-76 degrees Fahrenheit)**

Liquefied Hydrogen Sulfide boils at a very low temperature, so it is usually found as a gas.

#### SURFACE USE AND OPERATIONS PLAN FOR DRILLING, COMPLETION, AND PRODUCING

C.O.G. Operating, LLC
Blackhawk "11" Federal #1
SL: 430' FSL & 430' FWL, Unit M
BHL: 330' FSL & 330' FWL, Unit P
Sec 11, T16S, R28E
Eddy County, New Mexico

#### **LOCATED:**

Approximately 10 miles Northwest of Loco Hills

#### OIL & GAS LEASE

SL: State

BHL: NMNM # 103873

#### **RECORD TITLE LESSEE**

SL: CHASE OIL CORP- P.O. Box 1767, Artesia, NM 88211-1767

(Operating rights: COG Oil & Gas, LP)

BHL: COG Oil & Gas, LP – 550 West Texas Ave., Suite 1300, Midland, TX 79701

#### **BOND COVERAGE**

\$25,000 statewide bond of C.O.G. Operating, L.L.C. NMB 000215

#### **SURFACE OWNER**

State of New Mexico

#### MINERAL OWNER

Bureau of Land Management

#### **GRAZING TENANT**

SL; Bogle LTD Co., LLC, P.O. Box 460, Dexter, NM 88230, (505) 734-5442 BHL: Bogle LTD Co., LLC, P.O. Box 460, Dexter, NM 88230, (505) 734-5442

#### **POOL**

Wolfcamp – Crow Flats

#### PROPOSED TOTAL DEPTH

This well will be drilled to a Horizontal Total Vertical Depth of approximately 6,680' and a Horizontal Total Measured Depth of approximately 11,130'.

#### **EXHIBITS**

A. Well Location & Acreage Dedication Map

B. Area Road Map

C. Vicinity Oil & Gas Map

D-1- D-2. Topographic & Location Verification Map E-1- E-4. Proposed Lease Road and Pad Layout Map

F. Drilling Rig LayoutG. BOPE Schematic

H. Choke Manifold Schematic

#### **EXISTING ROADS**

- A. Exhibit A is a portion of a section map showing the location of the proposed well as staked.
- B. Exhibit B is a map showing existing roads in the vicinity of the proposed well site.
- C. Directions to well location:

From the junction of US Hwy 82 and County Road Southern Union, go north on Southern Union for 2.5 miles winding northeast for 1.2 miles to lease road, on lease road go north 1.3 miles to lease road, on lease road go north 3.0 miles to lease road, thence east 2.0 miles to proposed lease road.

#### **ACCESS ROADS**

A. Length and Width: 5,40.7' long and 30' wide.

Approximately 4,275.2' of Road Right-of-Way has been obtained from BLM (NM 119633) and approximately 1,065.5' of Road Right-of-Way in the SW/4SW/4 and the NW/4SW/4 of Section 11 has been obtained from the State (RW 30883).

B. Surface Material: Existing

C. Maximum Grad: Less than five percent

D. Turnouts: None necessary

E. Drainage Design: Existing

F. Culverts: None necessary

G. Gates and Cattle Guards: None needed

#### **LOCATION OF EXISITING WELLS**

Existing wells in the immediate area are shown in Exhibit C.

#### LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

Necessary production facilities for this well will be located on the well pad.

#### **LOCATION AND TYPE OF WATER SUPPLY**

It is not contemplated that a water well will be drilled. Water necessary for drilling will be purchased and hauled to the site over existing roads shown on Exhibit E.

#### METHODS OF HANDLING WASTE DISPOSAL

- A. Drilling fluids will be allowed to evaporate in the drilling pits until the pits are dry.
- B. Water produced during tests will be disposed of in the drilling pits.
- C. Oil produced during tests will be stored in test tanks.
- D. Trash will be contained in a trash trailer and removed from well site.
- E. All trash and debris will be removed from the well site within 30 days after finishing drilling and/or completion operations.

#### **ANCILLARY FACILITIES**

None required.

#### WELL SITE LAYOUT

Exhibits G and H show the relative location and dimensions of the well pad, mud pits, reserve pit, and trash pit, and the location of major rig components.

#### PLANS FOR RESTORATION OF THE SURFACE

- A. After completion of drilling and/or completion operations, all equipment and other material not needed for operations will be removed. The well site will be cleaned of all trash and junk to leave the site in an as aesthetically pleasing condition as possible.
- B. After abandonment, all equipment, trash, and junk will be removed and the site will be clean.

#### **OPERATOR'S REPRESENTATIVE**

John Coffman C.O.G. Operating, LLC 550 W. Texas Ave, Suite 1300 Midland, TX 79701 (432) 683-7443

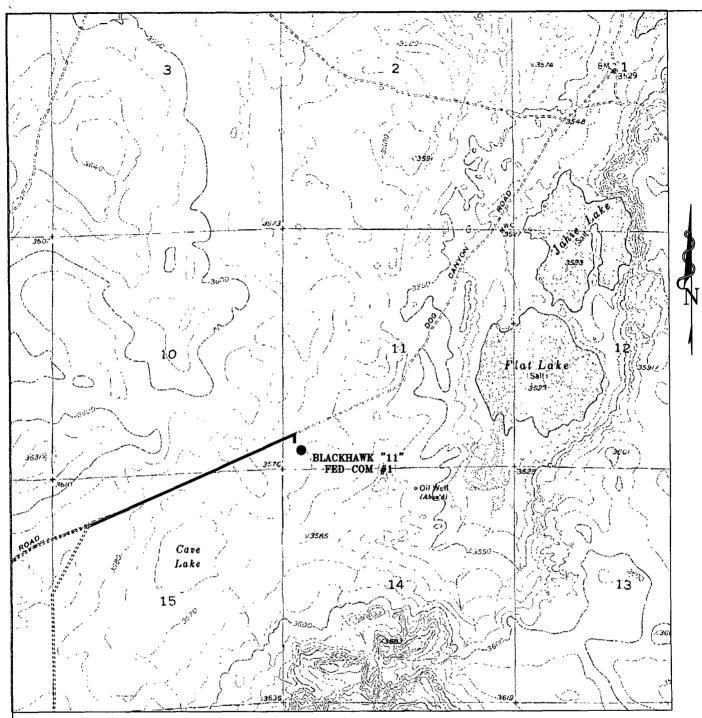
#### **CERTIFICATION**

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be preformed by the C.O.G. Operating, LLC Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Date

John Coffman

C.O.G. Operating, LLC



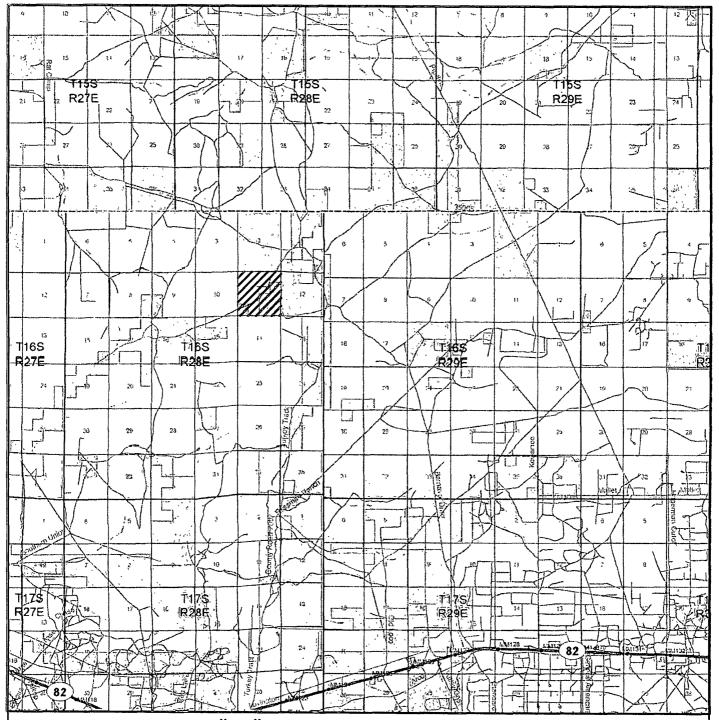
BLACKHAWK "11" FEDERAL COM #1
Located at 430' FSL and 430 FWL
Section 11, Township 16 South, Range 28 East,
N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 — Office (505) 392-3074 — Fax basinsurveys.com

W.O. Number:	JMS	18743T	
Survey Date:	12-	16-2007	
Scale: 1" =	2000'		
Date: 12-17	7-2007		

C.O.G. OPERATING L.L.C.



BLACKHAWK "11" FEDERAL COM #1 Located at 430' FSL and 430' FWL Section 11, Township 16 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 — Office (505) 392-3074 — Fax basinsurveys.com

W.O. Number:	JMS	18743TR	
Survey Date:	12-1	6-2007	
Scale: 1" = 2	MILES	The second secon	Alternation
Date: 12-17-	-2007		

C.O.G. OPERATING L.L.C.

Caribou "19" Fed #2



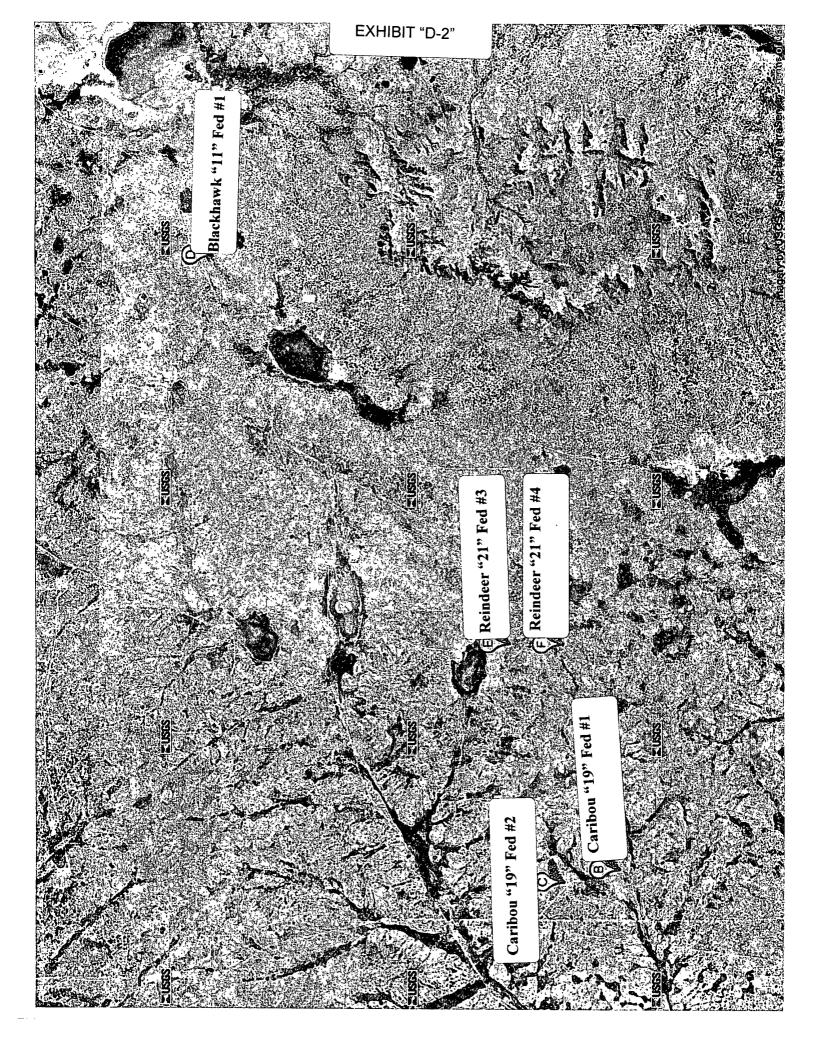
Caribou "19" Fed #1

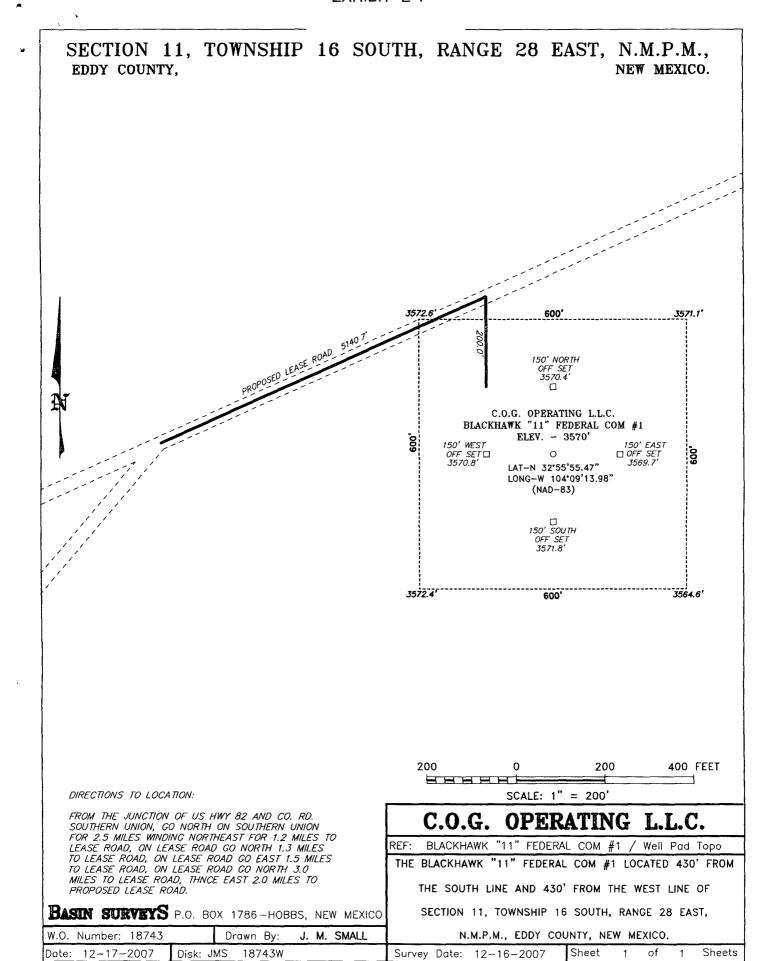


Reindeer "21" Fed #3

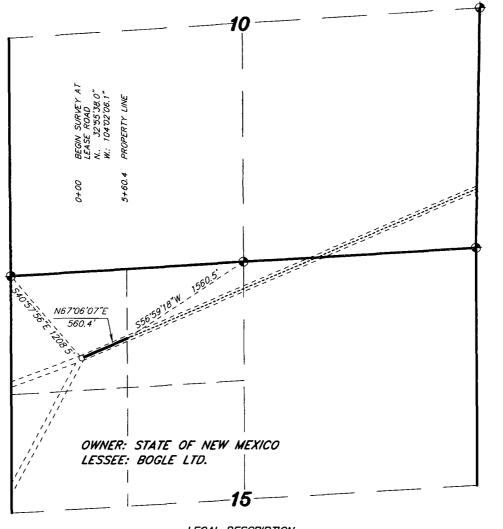


Reindeer "21" Fed #4





SECTION 15, TOWNSHIP 16 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY. NEW MEXICO.

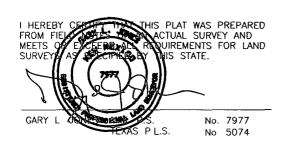


### LEGAL DESCRIPTION

A STRIP OF LAND 20.0 FEET WIDE, LOCATED IN SECTION 15, TOWNSHIP 16 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 10 0 FEET LEFT AND RIGHT OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY

BEGINNING AT A POINT WHICH LIES S.40°57'56"E., 1208.5 FEET FROM THE NORTHWEST CORNER OF SAID SECTION 15; THENCE N.67'06'07"E., 560.4 FEET TO A POINT ON THE EAST PROPERTY LINE WHICH LIES S.56'59'18"W., 1560'5
FEET FROM THE NORTH QUARTER CORNER OF SAID SECTION 15. SAID STRIP OF LAND BEING 560.4 FEET OR 33.96
RODS IN LENGTH AND CONTAINING 0 26 ACRES, MORE OR LESS, AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

NW/4 NW/4 = 33.96 RODS = 0.26 ACRES



BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

W.O. Number, 18743 Drawn By: J. M. SMALL Disk: JMS Date: 12-17-2007 18743R

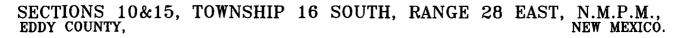
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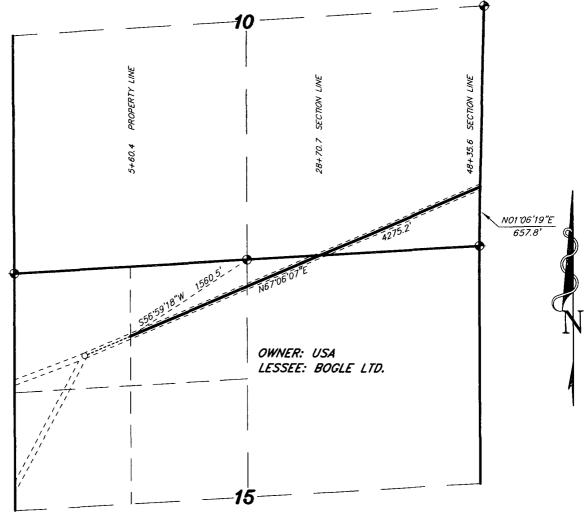
### C.O.G. OPERATING L.L.C.

PROP. LEASE ROAD TO THE BLACKHAWK "11" FEDERAL COM #1

A ROAD CROSSING STATE LAND IN SECTION 15, TOWNSHIP 16 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.

Sheet Sheets Survey Date: 12-16-2007

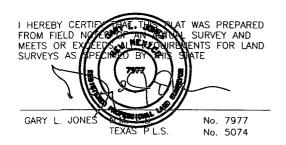




### LEGAL DESCRIPTION

A STRIP OF LAND 20.0 FEET WIDE, LOCATED IN SECTIONS 10&15, TOWNSHIP 16 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 10 0 FEET LEFT AND RIGHT OF THE ABOVE PLATTED CENTERLINE SURVEY.

SECTION 15 = 2310.3 FEET = 140 01 RODS = 0.44 MILES = 1.06 ACRES SECTION 10 = 1964.9 FEET = 119.09 RODS = 0.37 MILES = 0.90 ACRES = 4275.2 FEET = 259.10 RODS = 0.81 MILES = 1.96 ACRES



BASIN SURVEYS P.O. BOX 1786 - HOBBS, NEW MEXICO

W.O. Number: 18743 J. M. SMALL Drawn By:

Date: 12-17-2007 Disk: JMS 18743R 1000 1000 2000 FEET

### C.O.G. OPERATING L.L.C.

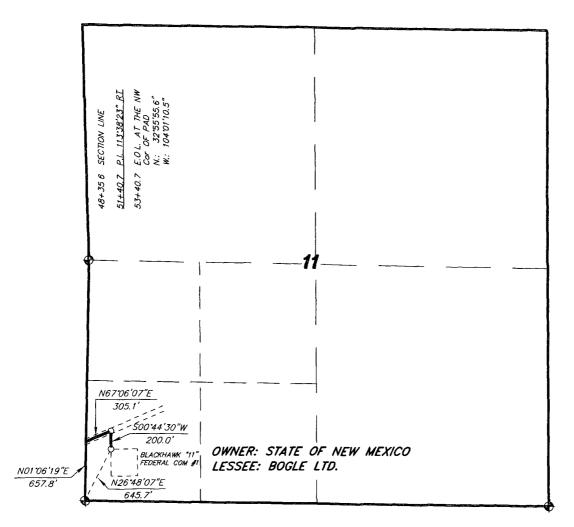
PROP. LEASE ROAD TO THE BLACKHAWK "11" FEDERAL COM #1

A ROAD CROSSING USA LAND IN SECTIONS 10&15, TOWNSHIP 16 SOUTH, RANGE 28 EAST,

N.M.P.M., EDDY COUNTY, NEW MEXICO.

Survey Date: 12-16-2007 Sheet Sheets

## SECTION 11, TOWNSHIP 16 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.



### LEGAL DESCRIPTION

A STRIP OF LAND 20.0 FEET WIDE, LOCATED IN SECTION 11, TOWNSHIP 16 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 10.0 FEET LEFT AND RIGHT OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY.

BEGINNING AT A POINT WHICH LIES N.01'06'19"E., 657.8 FEET FROM THE SOUTHWEST CORNER OF SAID SECTION 11; THENCE N 67'06'07"E., 305.1 FEET; THENCE S.00'44'30"W., 200.0 FEET TO THE END OF THIS LINE WHICH LIES N.26'48'07"E., 645.7 FEET FROM THE SOUTHWEST CORNER OF SAID SECTION 11. SAID STRIP OF LAND BEING 505.1 FEET OR 30.61 RODS IN LENGTH AND CONTAINING 0.23 ACRES, MORE OR LESS, AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

SW/4 SW/4 = 30.61 RODS = 0.23 ACRES

