

HOBBS, ARTESIA, AZTEC, SANTA FE NMOCD DISTRICT OFFICE

C-104 DENIAL NOTICE

(Date of Denial)

(Contact person)

(Phone)

Operator COG OGRID 2299137
Well Name Shelly Unit #608 API Number 30015 36766
Pool Code 26770

Your recent form C-104 for the above well is hereby rejected for the following reason(s):

C-103 Subsequent Report with complete casing and cement data not received

C-103 Subsequent Report with Completion Report not received

C-105 not received or incomplete

C-101 and C-102 not in agreement as to completion information

Logs not received

Part 5.9 violations (Specifically _____)

Directional/Deviation Survey required

C-102 that shows the results of the Directional Drill Survey and resulting bottom hole location

NSL/NSP not approved

C-104 omitted information

Section I information (name, address, OGRID, etc.)

Section II information (surface location)

Section IV information (well completion data)

- ☐ Spud date
- ☐ Ready date
- ☐ TD
- ☐ PBTD
- ☐ Perfs
- ☐ Hole size, casing/tubing size, depth set, sacks cement

Section V information (well test data)

- ☐ Box Number _____

Signature _____ Printed Name and Title _____ E-mail Address _____ Date _____ Phone _____

Other _____

The well completion identified above has **not** been granted an allowable to produce. This well completion **shall** **not** be produced until the New Mexico Oil Conservation Division issues an approved C-104. This will **not** take place until all of the items noted above are addressed to the NMOCD's satisfaction.

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 & Natural Resources

MAR 10 2009

Form C-104
Revised June 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to Appropriate District Office
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address: Chevron USA Inc. COG Operating LLC (Agent) 550 W. Texas Avenue, Suite 1300 Midland, TX 79701		² OGRID Number 229137
		³ Reason for Filing Code/ Effective Date NW effective 2/26/09
⁴ API Number 30 - 015-36766	⁵ Pool Name Fren; Glorieta, Yeso	⁶ Pool Code 26770
⁷ Property Code 305607	⁸ Property Name Skelly Unit	⁹ Well Number 608

I. ¹⁰ Surface Location									
UL or lot no. L	Section 22	Township 17S	Range 31E	Lot.Idn	Feet from the 2310	North/South Line South	Feet from the 330	East/West line West	County Eddy

II. ¹¹ Bottom Hole Location									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Lse Code F	¹³ Producing Method Code P	¹⁴ Gas Connection Date 2/26/09	¹⁵ C-129 Permit Number	¹⁶ C-129 Effective Date	¹⁷ C-129 Expiration Date				

III. Oil and Gas Transporters

¹⁸ Transporter OGRID	¹⁹ Transporter Name and Address	²⁰ POD	²¹ O/G	²² POD ULSTR Location and Description
15694	Navajo Refining Co. Pipeline Div.	5105212	O	Unit B, Sec 22, T17S, R31E
221115	Frontier Field Services	5105214	G	Unit B, Sec 22, T17S, R31E

IV. Produced Water

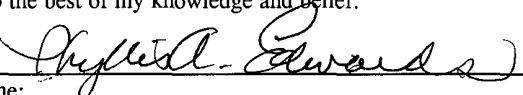
²³ POD 5105216	²⁴ POD ULSTR Location and Description Unit B, Sec 22, T17S, R31E
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V. Well Completion Data

²⁵ Spud Date 1/21/09	²⁶ Ready Date 2/26/09	²⁷ TD 6723	²⁸ PBDT 6631	²⁹ Perforations 5590 - 6450	³⁰ DHC, MC <input checked="" type="checkbox"/>
³¹ Hole Size 17-1/2	³² Casing & Tubing Size 13-3/8	³³ Depth Set 438	³⁴ Sacks Cement 475		
11	8-5/8	1824	700		
7-7/8	5-1/2	6723	1000		
	2-7/8	5508			

VI. Well Test Data

³⁵ Date New Oil 3/04/09	³⁶ Gas Delivery Date 3/04/09	³⁷ Test Date 3/8/09	³⁸ Test Length 24	³⁹ Tbg. Pressure	⁴⁰ Csg. Pressure
⁴¹ Choke Size	⁴² Oil 76	⁴³ Water 322	⁴⁴ Gas 33	⁴⁵ AOF	⁴⁶ Test Method P

⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: 		OIL CONSERVATION DIVISION DENIED By Jacqui Reeves Date 9/30/09 (575) 748-1283 x 03	
Printed name: Phyllis A. Edwards		Approval Date:	
Title: Regulatory Analyst		see attachment	
E-mail Address: rododom@conchoresources.com			
Date: 03/9/09	Phone: 432-685-4340		

DISTRICT I

1825 N. FRENCH DR., HOBBBS, NM 88240

DISTRICT II

1301 W. GRAND AVENUE, ARTESIA, NM 86210

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

OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102

Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

30-015- API Number 36766	26770 Pool Code	FREN; GLORIETA-YESO Pool Name
305607 Property Code	SKELLY UNIT Property Name	608 Well Number
229137 OGRID No.	COG OPERATING, LLC Operator Name	3823' Elevation

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	22	17-S	31-E		2310	SOUTH	330	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
Dedicated Acres 40		Joint or Infill	Consolidation Code		Order No.				

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

<p>GEODETIC COORDINATES NAD 27 NME</p> <p>Y=661999.8 N X=644038.1 E</p> <p>LAT.=32.819047° N LONG.=103.864473° W</p>	<p>OPERATOR CERTIFICATION</p> <p>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.</p> <p><i>Robyn Odum</i> 9/12/2008 Signature Date</p> <p>Robyn Odum Printed Name</p>
	<p>SURVEYOR CERTIFICATION</p> <p>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.</p> <p>RONALD J. EIDSON Date Surveyed 11/14/08 Signature & Seal of Professional Surveyor</p> <p><i>Ronald J. Eidson</i> 11/14/08 Date</p>
	<p>Certificate No. GARY EIDSON 12641 RONALD J. EIDSON 3239</p>