<u>District I</u> 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 <u>District IV</u>

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462 State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-101 August 1, 2011

Permit 137751

| APPLICATION FOR PERMIT TO | DRILL, RE-ENTER, I | DEEPEN, PLUGBACK, | OR ADD A ZONE |
|---------------------------|--------------------|-------------------|---------------|
|                           |                    |                   |               |

| COG OF           | r Name and Address<br>PERATING LLC | 2. OGRID Number<br>229137     |  |
|------------------|------------------------------------|-------------------------------|--|
|                  | W TEXAS<br>ND , TX 79701           | 3. API Number<br>30-015-39779 |  |
| 4. Property Code | 5. Property Name                   | 6. Well No.                   |  |
| 38976            | STONEWALL 9 FEE                    | 004H                          |  |

### 7. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| A        | 9       | 198      | 26E   | A       | 150       | N        | 1040      | E        | EDDY   |

#### 8. Pool Information

| ATOKA:GLORIETA-YESO | 3250 |
|---------------------|------|

#### Additional Well Information

|  |  | Additional Well Inform                   | ation |  |
|--|--|--|-------|--|
| 9. Work Type         10. Well Type           New Well         OIL           14. Multiple         15. Proposed Depth           N         7431 |  | Private                                  |       | 13. Ground Level Elevation<br>3339       |
|  |  |  |       | 18. Spud Date<br>1/31/2012               |
| Depth to Ground water  |  | Distance from nearest fresh water > 1000 | well  | Distance to nearest surface water > 1000 |

19. Proposed Casing and Cement Program

|      |           |             |                  |               | 8               |               |
|------|-----------|-------------|------------------|---------------|-----------------|---------------|
| Type | Hole Size | Casing Type | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
| Surf | 12.25     | 9.625       | 36               | 825           | 600             | 0             |
| Int1 | 8.75      | 7           | 26               |               | 0               | 0             |
| Prod | 7.875     | 5.5         | 17               | 7431          | 300             |               |

## Casing/Cement Program: Additional Comments

COG proposes to drill a 12 '4" hole to 825' w/ fresh water, run 9 5/8" 36# J-55 and cement to surface. Drill a 8 '4" hole to 2273' MD and kick off and drill curve to 3023' MD. Drill a 7 7/8" lateral to new BHL @ 2750' TVD 7431' MD. Run a tapered string with 7" 26# L-80 from surface to 2273' & 5 '4" 17# L-80 casing to TD with DV/ECP Combo Tool at 2273' and isolation packers in the open hole. Set isolation packers and ECP. Open DV tool and cement from 2273' to surface.

Proposed Blowout Prevention Program

| Туре      | Working Pressure | Test Pressure | Manufacturer |
|-----------|------------------|---------------|--------------|
| DoubleRam | 2000             | 2000          |              |

| I hereby certify that the information given above is t<br>of my knowledge and belief.<br>I further certify that the drilling pit will be cons | 95 (25)                  | OIL CONSERVATION DIVISION       |                             |  |  |  |
|---|--------------------------|---------------------------------|-----------------------------|--|--|--|
| NMOCD guidelines X, a general permit □, or a OCD-approved plan □.   | n (attached) alternative | Approved By: Randy Dade         |                             |  |  |  |
| Printed Name: Electronically filed by Dian  | e Kuykendall             | Title: District Supervisor      |                             |  |  |  |
| Title: Production Reporting Mgr   | 2F                       | Approved Date: 12/16/2011       | Expiration Date: 12/16/2013 |  |  |  |
| Email Address: dkuykendall@conchoresou  | rces.com                 |                                 |                             |  |  |  |
| Date: 12/14/2011 Phone: 4:  | 32-683-7443              | Conditions of Approval Attached |                             |  |  |  |

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# State of New Mexico

# Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-102 August 1, 2011

Permit 137751

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1. API Number<br>30-015-39779 | 2. Pool Code<br>3250       | 3. Pool Name ATOKA;GLORIETA-YESO |
|-------------------------------|----------------------------|----------------------------------|
| 4. Property Code<br>38976     | 5. Property N<br>STONEWALL |                                  |
| 7. OGRID No.                  | 8. Operator N              | ame 9. Elevation                 |
| 229137                        | COG OPERATI                | NG LLC 3339                      |

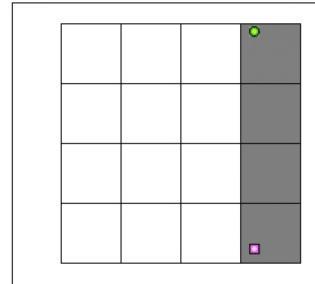
#### 10. Surface Location

|   |          |         | 75       |       |         |           |          | 3.        |          | 75.    |
|---|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| Ĭ | UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
| 5 | A        | 9       | 198      | 26E   |         | 150       | N        | 1040      | E        | EDDY   |

### 11. Bottom Hole Location If Different From Surface

| UL - Lot | Section     | Township   | Range | Lot Idn | Feet From     | N/S Line | Feet From | E/W Line | County |
|----------|-------------|--|-------|---------|---------------|----------|-----------|----------|--------|
| P        | 9           | 198  | 26E   | P       | 330           | S        | 1040      | E        | EDDY   |
| 1        | cated Acres | Acres 13. Joint or Infitt 14. Consolidation Code |       |         | 15. 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



## OPERATOR CERTIFICATION

I hereby certify that the information contained 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(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Diane Kuykendall Title: Production Reporting Mgr

Date: 12/14/2011

## 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.

Surveyed By: Gary Eidson Date of Survey: 11/7/2011 Certificate Number: 12641

# **Permit Comments**

Operator: COG OPERATING LLC , 229137 Well: STONEWALL 9 FEE #004H

API: 30-015-39779

| Created<br>By | Comment   | Comment<br>Date |
|---------------|---|-----------------|
| kholly1       | H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required. | 9/21/2011       |
| CSHAPARD      | Land p/P  | 12/16/2011      |

# Permit Conditions of Approval

Operator: COG OPERATING LLC , 229137 Well: STONEWALL 9 FEE #004H

API: 30-015-39779

| OCD<br>Reviewer | Condition  |
|-----------------|--|
| CSHAPARD        | Once the well is spud, to prevent ground water contamination through whole or partial conduits from the<br>surface, the operator shall drill without interruption through the fresh water zone or zones and shall<br>immediately set in cement the water protection string |