

5/8/12 DATE IN	SUSPENSE	WVT ENGINEER	5/8/12 LOGGED IN	DHC TYPE	PWT 1213036549 APP NO.
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4566  
ABOVE THIS LINE FOR DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
- Engineering Bureau -  
1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]**  
**[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]**  
**[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]**  
**[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]**  
**[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]**  
**[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]**

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A] Submarine 10 Federal Com Lease
- [A] Location - Spacing Unit - Simultaneous Dedication Eddy County, NM  
☐ NSL ☐ NSP ☐ SD Section 10, 17S, 29E  
 Check One Only for [B] or [C] OGRID # 229137
- [B] Commingling - Storage - Measurement  
☒ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR
- [D] Other: Specify \_\_\_\_\_

- [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or ☐ Does Not Apply
- [A] ☒ Working, Royalty or Overriding Royalty Interest Owners
- [B] ☐ Offset Operators, Leaseholders or Surface Owner
- [C] ☐ Application is One Which Requires Published Legal Notice
- [D] ☐ Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] ☐ Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

**Note: Statement must be completed by an individual with managerial and/or supervisory capacity.**

<u>Kanicia Castillo</u>	<u>Lead Regulatory Analyst</u>	<u>5/2/12</u>
Print or Type Name	Signature	Date
	<u>kcastillo@concho.com</u>	
	e-mail Address	

District I  
1623 N. French Drive, Hobbs, NM 88240

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-107A  
Revised August 1, 2011

District II  
811 S. First St., Artesia, NM 88210

District III  
1000 Rio Brazos Road, Aztec, NM 87410

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

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

APPLICATION TYPE  
☒ Single Well  
☐ Establish Pre-Approved Pools  
EXISTING WELLBORE  
☐ Yes ☒ No

### APPLICATION FOR DOWNHOLE COMMINGLING

COG Operating LLC 550 West Texas Ave, Suite 100, Midland, TX 79701  
Operator Address  
Submarine 10 Federal Com #1H A, 10, 17S, 29E DHC-4566 Eddy  
Lease Well No. Unit Letter-Section-Township-Range County

OGRID No. 229137 Property Code API No. Lease Type: ☒ Federal ☐ State ☐ Fcc

DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	Dodd-Glorieta-Upper Yesso	Grayburg Jackson; SR	Q-G-SA
Pool Code	97917	28509	
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	4008 - 5355	4008 - 5355	
Method of Production (Flowing or Artificial Lift)	Artificial Lift	Artificial Lift	
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)			
Oil Gravity or Gas BTU (Degree API or Gas BTU)			
Producing, Shut-In or New Zone	New Zone	New Zone	
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.)	Date: Rates:	Date: Rates:	Date: Rates:
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)	Oil Gas 75 % 75 %	Oil Gas 25 % 25 %	Oil Gas % %

### ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? Yes ☒ No ☐  
If not, have all working, royalty and overriding royalty interest owners been notified by certified mail? Yes ☐ No ☐  
Are all produced fluids from all commingled zones compatible with each other? Yes ☒ No ☐  
Will commingling decrease the value of production? Yes ☐ No ☒  
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application? Yes ☒ No ☐  
NMOCD Reference Case No. applicable to this well: \_\_\_\_\_

### Attachments:

C-102 for each zone to be commingled showing its spacing unit and acreage dedication.  
Production curve for each zone for at least one year. (If not available, attach explanation.)  
For zones with no production history, estimated production rates and supporting data.  
Data to support allocation method or formula.  
Notification list of working, royalty and overriding royalty interests for uncommon interest cases.  
Any additional statements, data or documents required to support commingling.

### PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools  
List of all operators within the proposed Pre-Approved Pools  
Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application.  
Bottomhole pressure data.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE \_\_\_\_\_ TITLE Lead Regulatory Analyst DATE 5/02/12

TYPE OR PRINT NAME Kanicia Castillo TELEPHONE NO. ( 432 ) 685-4332

E-MAIL ADDRESS kcastillo@concho.com

DISTRICT I  
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 Road, Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505  
Phone: (505) 476-3460 Fax: (505) 476-3462

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

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office

☐ AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number	Pool Code 97917	Pool Name Dodd-Glorieta-Upper Yeso
Property Code	Property Name <b>SUBMARINE 10 FEDERAL COM</b>	Well Number 1H
OGRID No. 229137	Operator Name <b>COG OPERATING, LLC</b>	Elevation 3626'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	10	17-S	29-E		417	NORTH	136	EAST	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
D	10	17-S	29-E		330	NORTH	330	WEST	EDDY

Dedicated Acres 160	Joint or Infill	Consolidation Code	Order No.
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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><b>CORNER COORDINATES TABLE</b></p> <p>(A) - Y=675321.9 N, X=580628.5 E</p> <p>(B) - Y=675329.9 N, X=585912.5 E</p> <p>(C) - Y=674001.8 N, X=580629.2 E</p> <p>(D) - Y=674009.3 N, X=585916.2 E</p> <p><b>GEODETIC COORDINATES</b> NAD 27 NME</p> <p><b>SURFACE LOCATION</b> Y=674912.6 N X=585777.6 E</p> <p>LAT.=32.855107° N LONG.=104.054004° W</p> <p><b>BOTTOM HOLE LOCATION</b> Y=674992.2 N X=580958.6 E</p>	<p><b>OPERATOR CERTIFICATION</b></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>5/1/12</p> <p>Signature _____ Date _____</p> <p>Kanicia Castillo</p> <p>Printed Name _____</p> <p>kcastillo@concho.com</p> <p>E-mail Address _____</p> <p><b>SURVEYOR CERTIFICATION</b></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><b>JANUARY 13, 2012</b></p> <p>Date of Survey _____</p> <p>Signature &amp; Seal of Professional Surveyor: _____</p> <p><b>RONALD J. EIDSON</b> NEW MEXICO REGISTERED PROFESSIONAL SURVEYOR 3239</p> <p>Certification Number: 3239</p> <p>AP _____ WSC W.O.: 11.11.2272</p>
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**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number	Pool Code 28509	Pool Name Grayburg Jackson;SR-Q-G-SA
Property Code	Property Name <b>SUBMARINE 10 FEDERAL COM</b>	Well Number 1H
OGRID No. 229137	Operator Name <b>COG OPERATING, LLC</b>	Elevation 3626'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	10	17-S	29-E		417	NORTH	136	EAST	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
D	10	17-S	29-E		330	NORTH	330	WEST	EDDY

Dedicated Acres 16.0	Joint or Infill	Consolidation Code	Order No.
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	<p>GRID. AZ. = 270°56'44"</p> <p>HORIZ. DIST. = 4820.9'</p> <p>SEE DETAIL</p>	<p><b>OPERATOR CERTIFICATION</b></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>Signature _____ Date 5/2/12</p> <p>Kanicia Castillo</p> <p>Printed Name _____</p> <p>kcastillo@concho.com</p> <p>E-mail Address _____</p>
	<p><b>CORNER COORDINATES TABLE</b></p> <p>(A) - Y=675321.9 N, X=580628.5 E</p> <p>(B) - Y=675329.9 N, X=585912.5 E</p> <p>(C) - Y=674001.8 N, X=580629.2 E</p> <p>(D) - Y=674009.3 N, X=585916.2 E</p>	<p><b>GEODETIC COORDINATES</b> NAD 27 NME</p> <p><b>SURFACE LOCATION</b> Y=674912.6 N X=585777.6 E</p> <p>LAT.=32.855107° N LONG.=104.054004° W</p> <p><b>BOTTOM HOLE LOCATION</b> Y=674992.2 N X=580958.6 E</p>