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

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 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

DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FE, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Well Number Property Code Property Name TIGERCAT FEDERAL COM 3H Operator Name OGRID No. Elevation COG OPERATING, LLC 3324.5 Surface Location UL or lot No. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County C 8 26-S 33-E 360 NORTH 1650 WEST LEA Bottom Hole Location If Different From Surface

#### UL or lot No. Lot Idn Feet from the North/South line East/West line Section Township Range Feet from the County N 8 3.3 - F1650 WEST LEA 26-S 200 SOUTH Dedicated Acres 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

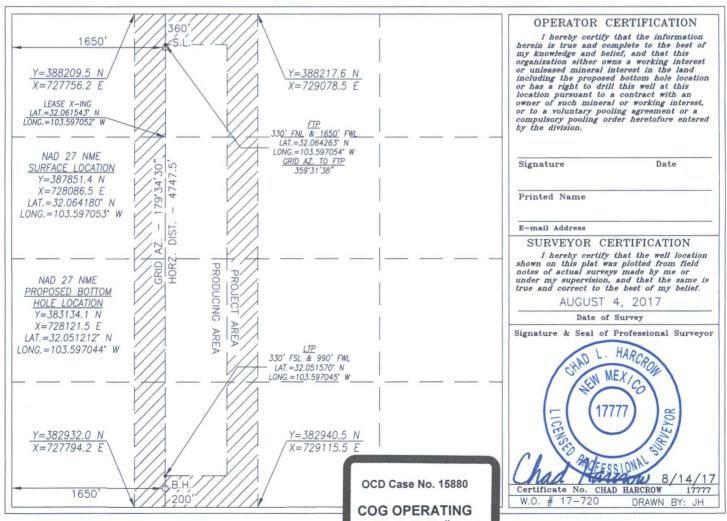


Exhibit #1

## COG - Tigercat Federal Com 3H

W½E½ Section 8, Township 26 South, Range 33 East, N.M.P.M. Limited in depth to the Wolfacmp Formation

	Section 8
Tract 1	
Tract 2	
Tract 3	

Tota	100.000000%
MidCon Land Services, LLC	1.250000%
Tap Rock Resources, LLC	2.500000%
Meco IV, LLC	2.165625%
Sagerush Interest, LLC	2.165625%
Bradley S. Bates	3.850000%
RSC Resources, L.P.	10.106250%
Concho Oil & Gas LLC	19.490625%
COG Operating LLC	58.471875%

	Occidental Permian Ltd.	Occidental Permian Ltd.	
		Total	100.000000%
Tract	3: Section 8: E½SW¼ (80.0 acre	es)	
Tract	3: Section 8: E½SW¼ (80.0 acree Occidental Permian Ltd.	<u>es)</u>	100.000000%

COG Operating LLC		96.250000%
Tap Rock Resources, LLC		2.500000%
MidCon Land Services, LLC		1.250000%
	Total	100.000000%

Record Title Owner Tract 2		
Occidental Permian Ltd.		100.000000%
	Total	100.000000%

ecord Title Owner Tract 3		
Occidental Permian Ltd.		100.000000%
	Total	100.000000%

COG Operating LLC		14.617969%
Occidental Permian Ltd.		75.000000%
Concho Oil & Gas LLC		4.872656%
RSC Resources, L.P.		2.526563%
Bradley S. Bates		0.962500%
Sagebrush Interests, LLC		0.541406%
Meco IV, LLC		0.541406%
Tap Rock Resources, LLC	1	0.625000%
MidCon Land Services, LLC		0.312500%
	Total	100.0000009

Uncommitted Working Interest Owners / Record Title Owners

OCD Case No. 15880

COG OPERATING Exhibit #2



Certified Mail Return Receipt Requested Luke Bedrick, CPL

Senior Landman
COG Operating LLC
One Concho Center
500 W. Illinois Avenue
Michard, Texas 79701

Main: 432-683-7443 Direct: 432-686-3000 LBedrick@concho.com

September 18, 2017

Working Interest Owners - Attached Listing

Re: Well Proposal - Tigercat Federal Com 3H

Section 8: E½W½

Township 26 South, Range 33 East, N.M.P.M.

SHL: 360' FNL & 1650' FWL, or a legal location in Unit C BHL: 200' FSL & 1650' FWL, or a legal location in Unit N

Lea County, New Mexico

# Gentlemen:

COG Operating LLC ("COG"), as Operator, hereby proposes to drill the Tigercat Federal Com 3H well as a horizontal well at the above-captioned location, or at a legal location as approved by the governing regulatory agency, to a TVD of approximately 12,782' and a MD of approximately 17,300' to test the Wolfcamp Shale formation ("Operation"). The total cost of the Operation is estimated to be \$7,948,100.00, and a detailed description of the cost is set out in the enclosed Authority for Expenditure ("AFE").

COG is proposing to drill this well under the terms of the AAPL Form 610-1989 Operating Agreement which is enclosed for your review and approval. The Operating Agreement covers the E½W½ of Section 8, T26S-R33E, Lea County, New Mexico ("Contract Area") and contains general provisions:

- 100% / 300% Non-consenting penalty
- \$7,000/\$700 Drilling and Producing rate
- COG Operating LLC named as Operator

Please indicate your participation election in the space provided on page 2, sign and return this letter, along with a signed copy of the enclosed AFE and a copy of your geologic well requirements. A self-addressed, postage paid envelope is enclosed for your convenience. If you do not wish to participate, COG proposes to acquire your interest via term assignment. It has the following general provisions:

- 3 year primary term
- Delivering a 80% NRI, proportionately reduced
- \$750 per net acre bonus consideration

The Term Assignment offer terminates October 30, 2017 and is subject to the approval of COG's management and verification of title.

OCD Case No. 15880
COG OPERATING
Exhibit #3

701 P.432 C83 7343 LF 432 221-0856

Tigercat Federal Com 3H September 18, 2017 Page 2

If an agreement cannot be reached within 30 days of the date of this letter, COG will apply to the New Mexico Oil Conservation Division for compulsory pooling of your interest into a spacing unit for the proposed well if uncommitted at such time.

If you have any questions, please do not hesitate to contact the undersigned at (432) 686-3000.

Respectfully, COG OPERATING LL	C
Luke Bedrick Senior Landman Northern Delaware	Basin – East
LB:lr	
Encl.	
I/we h	ereby elect to participate in the Tigercat Federal Com 3H.
I/we h	ereby elect <u>not to</u> participate in the Tigercat Federal Com 3H.
Company or Individual Name:	
By:	
Name:	
Title:	
Date:	

Tigercat Federal Com 3H September 18, 2017 Page 3

# Working Interest Owners

# Certified Mail 91 7199 9991 7038 2027 4483

Occidental Permian Ltd. 5 East Greenway Plaza Houston, Texas 77046

### Certified Mail 91 7199 9991 7038 2027 4445

RSC Resources, L.P. 6824 Island Circle Midland, Texas 79707

## Certified Mail 91 7199 9991 7038 2027 4322

Bradley S. Bates 101 Blackberry Court Midland, Texas 79705

# Certified Mail 91 7199 9991 7038 2027 4407

Sagebrush Interests, LLC 2450 Fondren, Suite 112 Houston, Texas 77063

# Certified Mail 91 7199 9991 7038 2027 4285

Meco IV, LLC 1200 17<sup>th</sup> Street, Suite 975 Denver, Colorado 80202

# Certified Mail 91 7199 9991 7038 2027 4360

Tap Rock Resources, LLC 602 Park Point Drive, Suite 200 Golden, Colorado 80401

## Certified Mail 91 7199 9991 7038 2027 4247

MidCon Land Services LLC 4401 South Lewis Place Tulsa, Oklahoma 74105

Package ID: 9171999991703820274483

Destination ZIP Code: 77046

Customer Reference: MFC Recipient: Address:

Electronic Certified Priority Envelope or package

PBP Account #: 41592288 Serial #: 1396235 SEP 19 2017 2:27 PM

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON	DELIVERY
<ul> <li>Complete items 1, 2, and 3.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>1. Article Addressed to:</li> </ul>	A. Signature  B. Redelved by (Printed Marke)  D. Is delivery address different fro  If YES, enter delivery address	
5 East Greenway Plaza Houston, TX 77046		
9590 9402 3057 7124 4775 31 2. Article Number (Transfer from service lebel) 71 7199 9991 7038 2027	□ Adult Signature □ Adult Signature Restricted Delivery □ Certified Mail® □ Certified Mail Restricted Delivery □ Collect on Delivery □ Collect on Delivery Restricted Delivery	□ Priority Mall Express® □ Registered Mall™ □ Registered Mall Restricted Delivery □ Return Receipt for Merchandise □ Signature Confirmation™ □ Signature Confirmation □ Restricted Delivery
PS Form 3811, July 2015 PSN 7530-02-000-9053		Domestic Return Receipt

Package ID: 9171999991703820274445 Destination ZIR Code: 76767
Customer Reference: Kescurcia Confirmation Services

Address:

**Electronic Certified** Priority Envelope or package

PBP Account #: 41592288 Serial #: 1396235 SEP 19 2017 2:28 PM

ENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  Article Addressed to:	A. Signature  X
RSC RESOURCES, L.P. 6824 Island Circle Midland, TX-79707	
Tigercat #3H Well Proposal	□ Adult Signature □ Adult Signature Restricted Delivery □ Certified Mail® □ Certified Meil Restricted Delivery □ Registered Mail™ Restricted Delivery □ Return Receipt for Methandise
Article Number (Transfer from service label) 12 7199 9991 7038 202	☐ Collect on Delivery Restricted Delivery ☐ Signature Confirmation™ ☐ Signature Confirmation

Package ID: 9171999991703820274322
Destination ZIP Code: 79705
Customer Brierence:
Recipient:

PS Form 3811, July 2015 PSN 7530-02-000-9053

Address:

**Electronic Certified** Priority Envelope or package

PBP Account #: 41592288 Serial #: 1396235 SEP 19 2017 2:27 PM

Domestic Return Receipt

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY	
<ul> <li>Complete items 1, 2, and 3.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature  X  B. Received by (Printed Name)	Agent Addressee C. Date of Delivery
1. Article Addressed to:	D. Is delivery address different from ter delivery address	
BRADLEY S. BATES 101 Blackberry Court Midland, TX 79705		
9590 9402 3057 7124 4777 84  2. Article Number (Transfer from service label) 91. 7199 9991, 7038, 2027	Adult Signature  Adult Signature Restricted Delivery  Certified Mail®  Certified Mail Restricted Delivery  Collect on Delivery  Collect on Delivery Restricted Delivery	□ Priority Mail Express® □ Registered Mail™ □ Registered Mail Restricted Delivery □ Return Receipt for Merchandise □ Signature Confirmation™

Address:

Package ID: 9171999991703820274407

Destination ZIP Code: 77063

Customer Reference:
Recipient Light Why Interest?

Address:

**Electronic Certified** First Class Large Envelope

PBP Account #: 41592288 Serial #: 1396235 SEP 19 2017 2:26 PM

# $\underline{9171999991703820274407}$

9171999991703820274407

# Delivered:

HOUSTON, TX 77063 on September 21, 2017 at 1:28 pm

# **Expected Delivery on:**

Thursday, September 21, 2017 by 8:00pm

Package ID: 9171999991703820274285

Destination ZIP Code: 80202

Customer Resolution:

Recipient:

Address:

**Electronic Certified** Priority Envelope or package

PBP Account #: 41592288 Serial #: 1396235 SEP 19 2017 2:30 PM

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON	DELIVERY
<ul> <li>Complete items 1, 2, and 3.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>1. Article Addressed to:</li> </ul>	A. Signature  B. Fleceived by (Printed Name)  D. Is delivery address different from the riter delivery address	
MECO IV, LLC 497 1200 17th Street, Suite 97 Denver, Colorado 80202		
9590 9402 3057 /124 47 10 10 2. Article Number (Transfer from service label) 91 7199 9991 7038 2027	Particle   Particle	☐ Priority Mall Express® ☐ Registered Mail™ ☐ Registered Mall Restricted Delivery ☐ Return Receipt for Merchandise ☐ Signature Confirmation™ ☐ Signature Confirmation ☐ Restricted Delivery
PS Form 3811 . July 2015 PSN 7530-02-000-9053	(oror ecos)	Domestic Return Receipt

Package ID: 9171999991703820274360

Destination ZIP Code: 8040 Kock Thesources

PS Form 3811, July 2015 PSN 7530-02-000-9053

Customer Re Recipient: / Address:

**Electronic Certified** Priority Envelope or package

PBP Account #: 41592288 Serial #: 1396235 SEP 19 2017 2:31 PM

Domestic Return Receipt

#### SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Agent Print your name and address on the reverse Addressee so that we can return the card to you. Date of Delivery Attach this card to the back of the mailplece, or on the front if space permits. 1. Article Addressed to: , enter delivery address below: TAP ROCK RESOURCES, LLC 602 Park Point Drive, Suite 200 Golden, Colorado 80404 Tigercat #3H Well Proposal Туре Priority Mail Express@ | Adult Signature | Adult Signature | Adult Signature Restricted Delivery | Certified Mail® | Certified Mail Restricted Delivery | Collect on Delivery | Collect on Delivery | Collect on Delivery | ☐ Registered Mail™ ☐ Registered Mail Restrict Delivery ☐ Return Receipt for Merchandise ☐ Signature Confirmation™ 9590 9402 3057 7124 4777 46 2. Article Number (Transfer from service label) ☐ Signature Confirmation 91 7199 9991 7038 2027 4360 Restricted Delivery Delivery

Package ID: 9171999991703820274247 Destination ZIP Code: 74105

Customer Rejerance:
Recipient:
Address:

**Electronic Certified** Priority Envelope or package

PBP Account #: 41592288 Serial #: 1396235 SEP 19 2017 2:32 PM

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION O	N DELIVERY
<ul> <li>Complete items 1, 2, and 3.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature  X  B. Beceived by (Plinted Nepte)	Addressee  C. Date of Delivery
Article Addressed to:	D. Is delivery address different from the control of the control o	
MIDCON LAND SERVICES	<del>L</del> LC	
	The state of the s	
4401 South Lewis Place	e	
Tulsa, Oklahoma 7410 Tigercat #3H Well Probo	Sal Adult Signature	☐ Priority Mall Express® ☐ Registered Mall™ ☐ Registered Mall Restricted
Tulsa, Oklahoma 7410	5 Sal	☐ Registered Mall™



# HINKLE SHANOR LLP

ATTORNEYS AT LAW
PO BOX 2068
SANTA FE, NEW MEXICO 87504
505-982-4554 (FAX) 505-982-8623

November 8, 2017

WRITER:

Gary W. Larson, Partner glarson@hinklelawfirm.com

# VIA CERTIFIED MAIL

Occidental Permian LP 5 East Greenway Plaza, #110 Houston, TX 77046

Re:

COG Operating LLC NMOCD Application

Dear Sir or Madam:

Enclosed is a copy of an application for approval of a 160-acre, non-standard spacing and proration unit and compulsory pooling that COG Operating LLC ("COG") has filed with the New Mexico Oil Conservation Division ("the Division"). The proposed non-standard spacing and proration unit is comprised of the E/2 W/2 of Section 8, Township 26 South, Range 33 East, N.M.P.M., Lea County, New Mexico.

This matter (Case No. 15880) is scheduled for hearing at 8:15 a.m. on Thursday, November 30, 2017 in Porter Hall at the Division's offices located at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Occidental Permian LP ("Occidental") is not required to attend this hearing, but as an owner of an interest that may be affected by COG's application, it may appear at the hearing and present testimony. If Occidental does not appear at that time and become a party of record, it will be precluded from contesting the matter at a later date.

A party appearing in a Division case is required by the Division's Rules to file a Pre-Hearing Statement, which in this matter must be filed no later than Wednesday, November 22, 2017. The Pre-Hearing Statement must be filed with the Division's Santa Fe office at the address above, and should include: the name of the party and the party's attorney; a concise statement of the case; the name(s) of the witness(es) the party will call to testify at the hearing; the approximate amount of time the party will need to present the party's case; and an identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to me.

Thank you for your attention to this matter.

Very truly yours,

Gary W. Larson

GWL:sm Enclosure OCD Case No. 15880

COG OPERATING
Exhibit #4

Tigercat Federal Com 3H Offset Operators

Owner	Address	City	State	Zip	
Bradley S. Bates	101 Blackberry Court	Midland	TX	79705	
Cowhouse Crude, L.P.	101 Blackberry Court	Midland	TX	79705	
EnCana Oil & Gas (USA) Inc.	370 17th Street, #1700	Denver	CO	80202	
Endeavor Energy Resources, L.P.	110 N. Marienfield, Suite 200	Midland	TX	79701	
HAP Land LLC	5810 Wilson Road, Suite 270	Humble	TX	77396	
Magnum Hunter Production, Inc.	202 S. Cheyenne Ave. Suite 1000	Tulsa	OK	74103	
Meco IV, LLC	1200 17th Street, Suite 975	Denver	CO	80202	
MidCon Land Services, LLC	P.O. Box 31773	Edmond	OK	73003	
Muleshoe Crude L P	101 Blackberry Court	Midland	TX	79705	
Newkumet Exploration, Inc.	P.O. Box 11330	Midland	TX	79702	
Occidental Permian LP	5 East Greenway Plaza, #110	Houston	TX	77046	
Petras Energy, L.P.	P.O. Box 4127	Midland	TX	79704	
RSC Resources, LP	6824 Island Circle	Midland	TX	79707	
Sagebrush Interests, LLC	2450 Fondren, Suite 112	Houston	TX	77063	
Tap Rock Resources, LLC	602 Park Point Drive, Suite 200	Golden	CO	80401	
WBA Resources, Ltd.	110 W. Louisiana, Suite 300	Midland	TX	79701	

OCD Case No. 15880
COG OPERATING
Exhibit #5



# HINKLE SHANOR LLP

ATTORNEYS AT LAW
PO BOX 2068
SANTA FE, NEW MEXICO 87504
505-982-4554 (FAX) 505-982-8623

November 8, 2017

WRITER:

Gary W. Larson, Partner glarson@hinklelawfirm.com

# VIA CERTIFIED MAIL

Cowhouse Crude, L.P. 101 Blackberry Court Midland, TX 79705

Re:

COG Operating LLC NMOCD Application

Dear Sir or Madam:

Enclosed is a copy of an application for approval of a 160-acre, non-standard spacing and proration unit and compulsory pooling that COG Operating LLC ("COG") has filed with the New Mexico Oil Conservation Division ("the Division").

The proposed non-standard spacing and proration unit is comprised of the E/2 W/2 of Section 8, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico. The location of the proposed project area is orthodox. Cowhouse Crude, L.P.'s ("Cowhouse") interests are not being pooled, but as the owner of an interest in an offsetting tract, it is entitled to receive notice of COG's application.

This matter (Case No. 15880) is scheduled for hearing at 8:15 a.m. on Thursday, November 30, 2017 in Porter Hall at the Division's offices located at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Cowhouse is not required to attend this hearing, but as an owner of an interest in an offset tract, it has the right to appear at the hearing and present testimony. If Cowhouse does not appear at the hearing it will be precluded from contesting the matter at a later date.

A party appearing in the case is required by the Division's Rules to file a Pre-Hearing Statement, which in this matter must be filed no later than Wednesday, November 22, 2017. The Pre-Hearing Statement must be filed with the Division's Santa Fe office at the address above, and should include: the name of the party and the party's attorney; a concise statement of the case; the name(s) of the witness(es) the party will call to testify at the hearing; the approximate amount of time the party will need to present the party's case; and an identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to me.

Thank you for your attention to this matter.

Very truly yours,

Gary W Targor

OCD Case No. 15880

COG OPERATING

GWL:sm
Enclosure
ROSWELL, NEW MEXICO 88202
575-622-6510

(FAX) 575-623-9332

PO BOX 1720 ARTESIA, NEW MEXICO 88211 575-622-6510 (FAX) 575-746-6316 PO BOX 2068 SANTA FE, NEW MEXICO 87504 505-982-4554 (FAX) 505-982-8623

7601 JEFFERSON ST NE - SUITE 180 ALBUQUERQUE, NEW MEXICO 87109 505-858-8320 (FAX) 505-858-8321

# **Affidavit of Publication**

STATE OF NEW MEXICO COUNTY OF LEA

I, Gussie Black, Business Manager of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated November 09, 2017 and ending with the issue dated November 09, 2017.

**Business Manager** 

Sworn and subscribed to before me this 9th day of November 2017.

Administrative doordinator

My commission expires February 09, 2021



OFFICIAL SEAL Jennifer Warden NOTARY PUBLIC - STATE OF NEW MEXICO 02-09-2021

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

#### **LEGAL NOTICE** November 9, 2017

This is to notify all interested parties, including Bradley S. Bates, Cowhouse Crude, L.P., EnCana Oil & Gas (USA) Inc., Endeavor Energy Resources, L.P., HAP Land LLC, Magnum Hunter Production, Inc., Meco IV, LLC, MidCon Land Services, LLC, Muleshoe Crude L.P., Newkumet Exploration, Inc., Occidental Permian L.P., Petras Energy, L.R., RSC Resources, L.P., Sagebrush Interests, LLC, Tap Rock Resources, LLC, WBA Resources, Ltd. and their successors and assigns, that the New Mexico Oil Conservation Division will conduct a hearing on an application submitted by COG Operating LLC (Case No. 15880) at 8:15 a.m. on November 30, 2017 in Porter Hall at 1220-South St. Francis Drive, Santa Fe, New Mexico. COG 1220 South St. Francis Drive, Santa Fe, New Mexico. COG Operating LLC seeks an order (i) creating a 160-acre, non-standard oil spacing and proration unit (project area) comprised of the E/2 W/2 of Section 8, Township 26 South, Range 33 East, NMPM, in Lea County, and (ii) pooling all uncommitted mineral interests in the Wolfcamp formation underlying this acreage. The project area is to be dedicated to the Tigercat Federal Com #3H horizontal well, which will have a surface location in Unit C and a bottom hole location in Unit N of Section 8, Township 26 South, Range 33 East. The completed interval for the well will be within the 330foot-standard offset required by the Division's rules. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost, the designation of COG Operating LLC as the operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The proposed project area is located approximately twenty-two (22) miles west of Jal, New Mexico. #32229

02107475

00202432

HINKLE, HENSLEY, SHANOR & MARTIN, LLP PO BOX 2068 SANTA FE, NM 87504

OCD Case No. 15880

COG OPERATING Exhibit #7

#### COG OPERATING LLC AUTHORITY FOR EXPENDITURE DRILLING

WELL NAME:	TIGERCAT FEDERAL COM #3H	PROSPECT NAME:	Bulldog 2633
SHL:	360 FNL & 1650 FWL	STATE & COUNTY:	New Mexico, Lea
BHL:	200 FSL & 1650 FWL	OBJECTIVE:	Drill and Complete
FORMATION:	Wolfcamp	DEPTH:	17,300
LEGAL:	8-T26S- R33E	TVD:	12,782

		Drlg - Rig				Tank Btty		Pmpg	
INTANGIBLE COSTS	004	Release(D)		Completion(C)		Constrctn(TB)		Equipment(PEQ)	TOTAL
Title/Curative/Permit	201	11,000	200						4,000
Insurance	202	5,000	302		351				5,000
Damages/Right of Way Survey/Stake Location	204	6,000	303		352				6,000
Location/Pits/Road Expense	205	120,000	305	10,000	353	43,000	366		173,000
Drilling / Completion Overhead	206	9,000	306	10,000	-	10,000	-		9,000
Turnkey Contract	207	0							0
Foolage Contract	208	0							0
Daywork Contract	209	595,000							595,000
Directional Drilling Services	210	207,000							207,000
Frac Equipment			307	693,000					693,000
Frac Chemicals			308	248,000					248,000
Frac Proppant			309	548,000					548,000
Frac Proppant Transportation			310	70,000					70,000
Fuel & Power	211	124,000	311	3,500	354		367		127,500
Water	212	40,000	312	411,000			368		451,000
Bits	213	112,000	313	3,000			369		115,000
Mud & Chemicals	214	100,000	314	22,000			370		122,000
Drill Stem Test	215	0	315						0
Coring & Analysis	216	60,000							60,000
Cement Surface	217	28,000							28,000
Cement Intermediate	218	45,000							45,000
Cement 2nd Intermediate/Production	219	135,000					0.00		135,000
Cement Squeeze & Other (Kickoff Plug)	220	0					371		10 200
Float Equipment & Centralizers	221	18,000							18,000
Casing Crews & Equipment	222	50,000	200				270		50,000
Fishing Tools & Service	223	0	323		355		372		0
Geologic/Engineering  Contract Labor	224	0	324	20,000	355	40,400	373 374	0.500	72 000
Company Supervision	225	6,000 56,000	325	30,000	356	40,400	374	6,500	72,900 86,000
Contract Supervision	227	92,000	327	92,000	358		376	5,000	189,000
Testing Casing/Tubing	228	20,000	328	10,000	330		377	5,000	30,000
Mud Logging Unit	229	37,000	329	10,000			311		37,000
Logging	230	190,000	323				378		190,000
Perforating/Wireline Services	231	20,000	331	235,000			379		255,000
Stimulation/Treating	201	20,000	332	158,000			380		158,000
Completion Unit			333	35,500			381	8,800	44,300
Swabbing Unit			334				382	0,000	0
Rentals-Surface	235	141,000	335	215,000	359		383	7,000	363,000
Rentals-Subsurface	236	140,000	336	22,500			384		162,500
Trucking/Forklift/Rig Mobilization	237	120,000	337	40,000	360		385	3,000	163,000
Welding Services	238	4,000	338	5,000	361		386		9,000
Water Disposal	239	0	339	60,000	362	135,000	387		195,000
Plug to Abandon	240	0	340						0
Seismic Analysis	241	0	341		•				0
Miscellaneous	242	0	342				389		0
Contingency	243	46,000	343	100,000	363		390		146,000
Closed Loop & Environmental	244	200,000	344	5,000	364		388		205,000
Dyed Diesel	245		345	195,000					
Coil Tubing			346						0
Flowback Crews & Equip			347	98,000					98,000
Offset Directional/Frac	248		348				391		0
TOTAL INTANGIBLES		2,741,000		3,329,500		218,400		30,300	6,319,200
2									
TANGIBLE COSTS									
Surface Casing	401	64,000							64,000
Intermediate Casing	402	479,000							479,000
Production Casing/Liner	403	316,000							316,000
Tubing			504	47,300			530	5,000	52,300
Wellhead Equipment	405	65,000	505	18,700			531	3,000	86,700
Pumping Unit							506	96,000	96,000
Prime Mover							507	0	0
Rods Pumps Sub Surface (RH)			500				508	55,000	55,000
Pumps-Sub Surface (BH) Tanks			509		510	27,600	532	5,000	27,600
Flowlines					511	63,200			63,200
Heater Treater/Separator					512	105,000			105,000
Electrical System					513	51,500	533	15,000	66,500
Packers/Anchors/Hangers	414	0	514	5,000	. 515	01,000	534	2,000	7,000
Couplings/Fittings/Valves	415	0	-14	5,000	515	92,000		2,000	92,000
Dehydration					517				0
Injection Plant/CO2 Equipment					518				0
Pumps-Surface					521	9,200			9,200
Instrumentation/SCADA/POC					522	-,,,,,	529	7,000	7,000
Miscellaneous	419	0	519		523		535	3,000	3,000
Contingency	420	0	520		524		536		0
Meters/LACT					525	30,000			30,000
Flares/Combustors/Emission					526	18,400			18,400
Gas Lift/Compression			527	11,000		35,000	528		46,000
TOTAL TANGIBLES		924,000		82,000		431,900		191,000	1,628,900
TOTAL WELL COSTS		3,665,000		3,411,500		650,300		221,300	7,948,100
% of Total Well Cost COG Operating LLC		46%		43%		8%		3%	

Company: Occidental Permian LTD.

By:

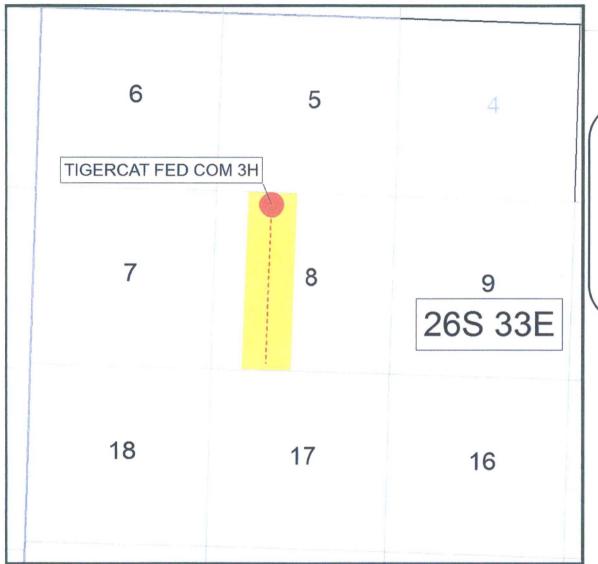
Printed Name: Title: Date:

This AFE is only an estimate. By signing you agree to pay your share of the actual costs incurred.

OCD Case No. 15880

COG OPERATING
Exhibit \*8

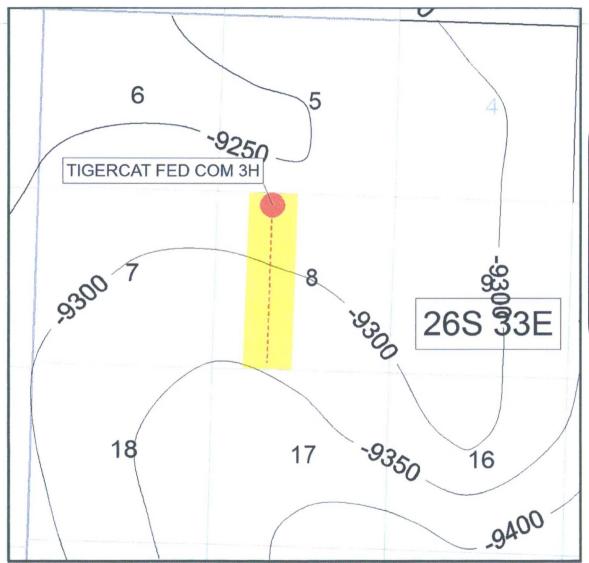
# Wolfcamp Pool Tigercat Fed Com 3H Location

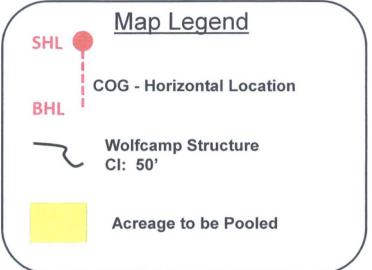




OCD Case No. 15880
COG OPERATING
Exhibit #9

# Wolfcamp Pool Wolfcamp Structure Map

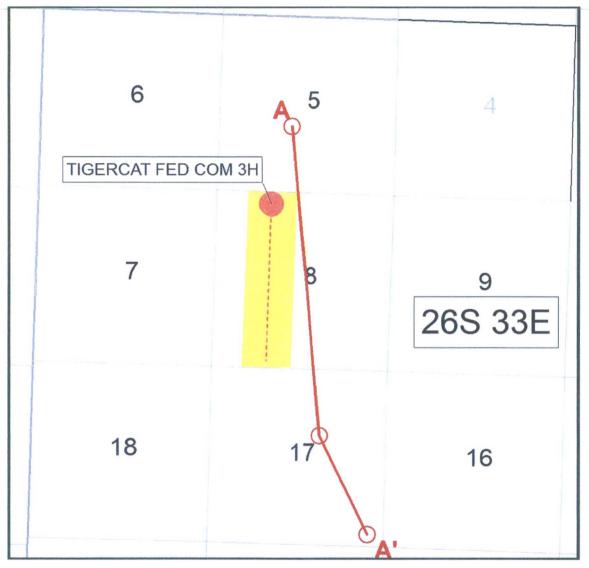


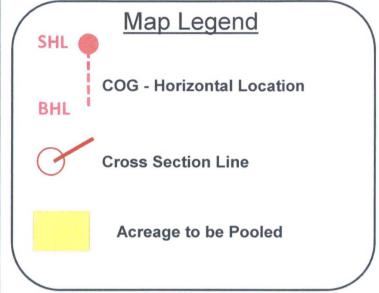


COG OPERATING
Exhibit #10



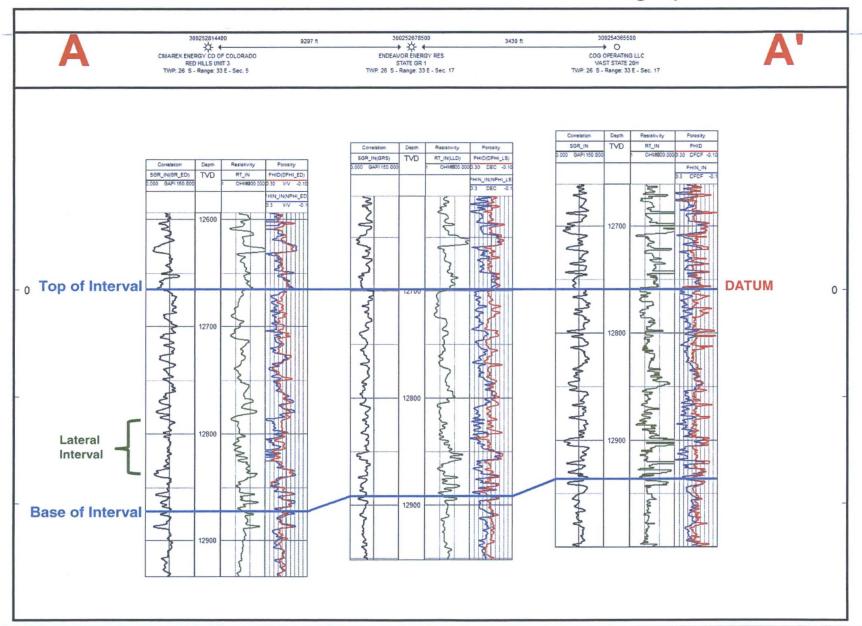
# Wolfcamp Pool Cross Section Map





OCD Case No. 15880
COG OPERATING
Exhibit #11

# Stratigraphic Cross Section A – A'



COG OPERATING
Exhibit #12

