

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., 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
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101
Permit 1506

APPLICATION FOR PERMIT TO DRILL

Operator Name and Address COG OPERATING LLC 550 W Texas Midland, TX 79701		OGRID Number 229137
		API Number 30-025-36885
Property Code 34308	Property Name HOPI 35 STATE COM	Well No. 001

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
K	35	11S	32E	K	2154	S	1392	W	Lea

Proposed Pools

Wildcat Morrow

Work Type New Well	Well Type GAS	Cable/Rotary	Lease Type State	Ground Level Elevation 4363
Multiple N	Proposed Depth 11300	Formation Morrow	Contractor	Spud Date 10/04/2004

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	350	350	0
Int1	12.25	8.625	32	3600	1200	0
Prod	7.975	5.5	17	11300	600	8000

Casing/Cement Program: Additional Comments

No hydrogen sulfide or other hazardous gases or fluids have been encountered, reported or are known to exist at this depth in this area. 13-3/8 350sx C1 C+add, circ to surf. 8-5/8 1000sx 50/50 Poz lead, 200sx C1 C tail, circ to surf. 5-1/2 600sx C1 H+add.TOC +/-8000. 17-1/2 hole to be drilled w/fr water, 12-1/4 hole to be drilled w/ fr water/brine & starch to protect water sands. 7 7/8 hole to be drilled w/ cut brine.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Annular	3000	1350	
Double Ram	5000	3000	
Annular	3000	2500	

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

Electronically Signed By: Erick Nelson

Title: Manager

Date: 09/24/2004

Phone: 432-683-7443

OIL CONSERVATION DIVISION

Electronically Approved By: Paul Kautz

Title: Geologist

Approval Date: 09/28/2004

Expiration Date: 09/28/2005

Conditions of Approval:

There are conditions. See Attached.