State of New Mexico

Form C-101 Permit 106521

Energy, Minerals and Natural Resources

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

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

COG OI	r Name and Address PERATING LLC	OGRID Number229137	
	W TEXAS ND , TX 79701	3. API Number 30-015-37529	
4. Property Code 37287	5. Property Name KOOL AID STATE	6. Wett No. 014	

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
H	24	17S	28E	H	1735	N	990	E	EDDY

8. Pool Information

EMPIRE: GLORIETA-YESO

Additional Well Information

	501	IZUUITIVAUI II CII ZAIVIIII		
9. Work Type New Well	10. Well Type OIL	11. Cable Rotary 12. Lease Type State		13. Ground Level Elevation 3706
14. Multiple N	15. Proposed Depth 5400	16. Formation Yeso Formation	17. Contractor	18. Spud Date 2/28/2010
Depth to Ground	water	Distance from nearest fresh water > 1000	well	Distance to nearest surface water > 1000
it: Liner: Synthetic D Closed Loop Syste		Clay Pit Volume: 5000 bbls	Drilling Method: Fresh Water X Brine	Diesel/Oil-based Gas/Air

19. Proposed Casing and Cement Program

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Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	11	8.625	32	250	300	0
Prod	7.875	5.5	17	5400	900	0

Casing/Cement Program: Additional Comments

COG proposes to drill a 11" hole to 250' w/fr wtr mud system, wt 8.5, vis 28, set 8-5/8" casing & cement to surface. Drill a 7-7/8" hole to 5400' w/cut brine mud system, wt 9.1, vis 29-32. Test Yeso formation. Run 5-1/2" casing & cement to surface. Note: On production string, a caliper will be run, COG will attempt to circulate cement.

Proposed Blowout Prevention Program

		Troposcu Dionout Tr	evention i rogram	3
Γ	Type	Working Pressure	Test Pressure	Manufacturer
F	DoubleRam	2000	2000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to	OIL CONSERVATION DIVISION					
NMOCD guidelines X, a general permit , or an (attached) alternative OCD-approved plan .	Approved By: Jacqueta Reev	es				
Printed Name: Electronically filed by Diane Kuykendall	Title: District Geologist	Non-termination of the second second				
Title: Regulatory Analyst	Approved Date: 1/27/2010	Expiration Date: 1/27/2012				
Email Address: dkuykendall@conchoresources.com	13 3 A C 10 10 1 A 1 A 1 A 1 A 1					
Date: 1/8/2010 Phone: 432-683-7443						

District I

1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

District II

1301 W. Grand Ave., Artesia, NM 88210 Phone:(505) 748-1283 Fax:(505) 748-9720

<u>District III</u> 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

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WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	2. Pool Code	3. Pool Name	
30-015-37529	96210	EMPIRE; GLORIETA-YESO	
4. Property Code	5. Property	Name 6. Well No.	
37287	KOOL AID	STATE 014	
7. OGRID No.	8. Operator	Name 9. Elevation	
229137	COG OPERAT	ING LLC 3706	

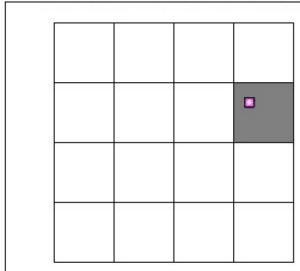
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
H	24	17S	28E	1.4.	1735	N	990	E	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot	Idn	Feet From	N/S L	ine	Feet From	E/W Line	County
V.1121.001	cated Acres	13.	Joint or Infill		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

Form C-102

Permit 106521

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: Regulatory Analyst

Date: 1/8/2010

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: Ronald Eidson Date of Survey: 12/30/2009 Certificate Number: 3239

Permit Comments

Operator: COG OPERATING LLC , 229137 Well: KOOL AID STATE #014

API: 30-015-37529

Created By	Comment	Comment Date
rodom	H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required.	12/10/2009