District I

1625 N. French Dr., Hobbs, NM 88240

Phone:(505) 393-6161 Fax:(505) 393-0720

811 S. First St., Artesia, NM 88210

Phone:(505) 748-1283 Fax:(505) 748-9720

1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

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

Phone:(505) 476-3470 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

June 16, 2008

Form C-101

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

COG OP	Name and Address ERATING LLC	OGRID Number 229137	
550 W TEXAS MIDLAND , TX 79701		3. API Number 30-015-39243	
4. Property Code	5. Property Name	6. Well No.	
36826	TEX-MACK	224	

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
A	2	17S	31E	1	865	N	1105	E	EDDY

8. Pool Information

FREN: GLORIETA-YESO	26770

Additional Well Information

	T	Additional Well Inform	ation	-	
9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	13. Ground Level Elevation 4027		
14. Multiple N	15. Proposed Depth 6700	16. Formation Yeso Formation	17. Contractor	18. Spud Date 8/31/2011	
Depth to Ground water		Distance from nearest fresh water > 1000	Distance to nearest surface water > 1000		

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC				
Surf	17.5	13.375	48	725	600	0				
Int1	11	8.625	32	1800	800	0				
Prod	7.875	5.5	17	6700	1200	0				

Casing/Cement Program: Additional Comments

COG proposes to drill a 17-1/2" hole to 725' w/fr wtr mud system, wt 8.5, vis 28, set 13-3/8" casing & cement to surface. Drill an 11" hole to 1800' w/br mud system, wt 10, vis 30. Set 8-5/8" casing & cement to surface. Drill 7-7/8" hole to 6700' w/cut brine mud system, wt 9.1, vis 29-32. Test Yeso formation. Run 5-1/2" casing & cememt to surface. Note: On production string, a caliper will be run, COG will attempt to circulate cement.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	2000	2000	

of my knowledge and belief.	ion given above is true and complete to the best ng pit will be constructed according to	OIL CONSERV	ATION DIVISION		
NMOCD guidelines X, a gene OCD-approved plan .	eral permit , or an (attached) alternative	Approved By: Randy Dade			
Printed Name: Electronica	lly filed by Diane Kuykendall	Title: District Supervisor			
Title: Production Reportin	ng Mgr	Approved Date: 7/27/2011	Expiration Date: 7/27/2013		
Email Address: dkuykend	all@conchoresources.com				
Date: 7/26/2011	Phone: 432-683-7443	Conditions of Approval Attached			

District I

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

District II

811 S. First St., 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

District IV

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

Form C-102

Permit 128949

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-39243	2. Pool Code 26770	3. Pool Name FREN; GLORIETA-YESO
4. Property Code 36826	5. Property 1 TEX-MA	
7. OGRID No. 229137	8. Operator 1 COG OPERAT	

10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
A	2	17S	31E	100000000000000000000000000000000000000	865	N	1105	E	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot	Idn	Feet From	N/S Lin	ne .	Feet From	E/W Line	County
0.000	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

	d -2	eš.

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: 7/26/2011

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: Ronald Eidson Date of Survey: 7/11/2011 Certificate Number: 3239

Permit Comments

Operator: COG OPERATING LLC , 229137 Well: TEX-MACK #224

API: 30-015-39243

Created By	Comment	Comment Date
kholly1	H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required.	3/17/2011
Artesia	Land S/S	7/27/2011

Permit Conditions of Approval

Operator: COG OPERATING LLC , 229137 Well: TEX-MACK #224

API: 30-015-39243

OCD Reviewer	Condition
Artesia	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
Artesia	Will require administrative order for non-standard location