<u>District I</u> 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 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 State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-101 August 1, 2011

Permit 125911

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 30-015-39481	
4. Property Code	5. Property Name	6. Well No.	
36826	TEX-MACK	246	

#### 7. Surface Location

UL - I	ot S	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
L		2	17S	31E	L	1780	S	1140	W	EDDY

#### 8. Pool Information

MAR LOCO:GLORIETA-1ESO 9/8	MAR LOCO:GLORIETA-YESO	97866
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#### Additional Well Information

		Additional Well Inform	ation		
9. Work Type	10. Wett Type	11. Cable Rotary	12. Lesse Type	13. Ground Level Elevation	
New Well	OIL		State	3679	
14. Multiple	15. Proposed Depth	16. Formation	17. Contractor	18. Spud Date	
N	6900	Yeso Formation		11/30/2011	
Depth to Ground water		Distance from nearest fresh water > 1000	Distance to nearest surface water > 1000		

19. Proposed Casing and Cement Program

					8	
Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	450	450	0
Int1	11	8.625	32	1800	550	0
Prod	7.875	5.5	17	6900	900	0

#### Casing/Cement Program: Additional Comments

COG proposes to drill a 17-1/2" hole to 450' 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 6900' 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

Туре	Working Pressure	Test Pressure	Manufacturer
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 , a general permit , or an (attached) alternative OCD-approved plan .	Approved By: Randy Dade			
Printed Name: Electronically filed by Diane Kuykendall	Title: District Supervisor			
Title: Production Reporting Mgr	Approved Date: 10/6/2011	Expiration Date: 10/6/2013		
Email Address: dkuykendall@conchoresources.com		100 000		
Date: 10/3/2011 Phone: 432-683-7443	Conditions of Approval Atta	ched		

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### Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-102 August 1, 2011

Permit 125911

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-39481	2. Pool Code 97866	3. Pool Name MAR LOCO;GLORIETA-YESO
4. Property Code 36826	5. Property TEX-M.	
7. OGRID No.	8. Operator	Name 9. Elevation
229137	COG OPERA	TING LLC 3679

#### 10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
L	2	17S	31E		1780	S	1140	W	EDDY

#### 11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Id	n Feet From	N/S Line	Feet From	E/W Line	County
	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

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: 10/3/2011

#### 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: 8/27/2011 Certificate Number: 3239

### **Permit Comments**

Operator: COG OPERATING LLC , 229137 Well: TEX-MACK #246 API: 30-015-39481

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.	1/17/2011
Artesia	Land s/S	10/6/2011

# Permit Conditions of Approval

Operator: COG OPERATING LLC , 229137 Well: TEX-MACK #246 API: 30-015-39481

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