<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

<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 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 125913

APPLICATION FOR PERMIT TO DRILL	, RE-ENTER, DEEPEN	, PLUGBACK, O	R ADD A ZONE
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COG OP	Name and Address ERATING LLC	OGRID Number 229137		
	W TEXAS ND, TX 79701	3. API Number 30-015-39491		
4. Property Code	5. Property Name	6. Well No.		
36826	TEX-MACK	218		

7. Surface Location

UL -	Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
0		2	17S	31E	0	360	S	1470	E	EDDY

8. Pool Information

FREN: GLORIETA-YESO	26770

Additional Well Information

	TF.	Additional Well Inform	ation	1	
9. Work Type New Well	10. Well Type 11. Cable/Rotary OIL		12. Lease Type State	13. Ground Level Elevation 3977	
14. Multiple 15. Proposed Depth N 6900		16. Formation 17. Contractor Yeso Formation		18. Spud Date 11/30/2011	
Depth to Ground	water	Distance from nearest fresh water > 1000	well	Distance to nearest surface water > 1000	

19. Proposed Casing and Cement Program

	arrang and commentary									
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

(4)	Troposcu Dionout Tr	C CHUICH I I Ogiani	X21 V2
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 X, a general permit \(\backslash \), or an (attached) alternative OCD-approved plan \(\backslash \).	Approved By: Randy Dade			
Printed Name: Electronically filed by Diane Kuykendall	Title: District Supervisor			
Title: Production Reporting Mgr	Approved Date: 10/12/2011 Expiration Date: 10/12/2013			
Email Address: dkuykendall@conchoresources.com				
Date: 10/3/2011 Phone: 432-683-7443	Conditions of Approval Attached			

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District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico

Title: Production Reporting Mgr Date: 10/3/2011

E-Signed By: Diane Kuykendall

Minusco Edecardos

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Form C-102 August 1, 2011

Permit 125913

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-39491	2. Pool Code 26770	3. Pool Name FREN; GLORIETA-YESO
4. Property Code 36826	5. Property TEX-MA	
7. OGRID No. 229137	8. Operator COG OPERAT	

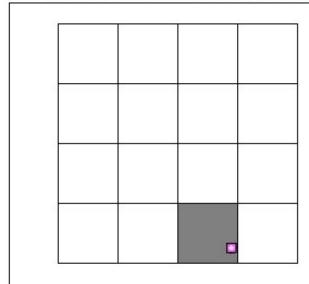
10. Surface Location

	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
1	0	2	17S	31E		360	S	1470	E	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.

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: 7/26/2011 Certificate Number: 3239

Permit Comments

Operator: COG OPERATING LLC , 229137 Well: TEX-MACK #218

API: 30-015-39491

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	
CSHAPARD	Land s/S	10/12/2011	

Permit Conditions of Approval

Operator: COG OPERATING LLC , 229137 Well: TEX-MACK #218

API: 30-015-39491

OCD Reviewer	Condition
CSHAPARD	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