<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

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-101 August 1, 2011

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

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

| 1. Operator | Name and Address | OGRID Number | | |
|------------------|-----------------------------------|--------------------------------|--|--|
| | DUCTION, LLC Avenue, Suite 100 | 217955 3. API Number | | |
| | d. TX 79701 | | | |
| iviidan | 5, 17 /9/01 | 30-015-40950 | | |
| 4. Property Code | 5. Property Name | 6. Wett No. | | |
| 39620 | 39620 BONGO FEE | | | |

7. Surface Location

| 197 | 100 | 3 19 | 150 | 7.0 | diffact Loc | ution | 300 | 0 (0) | | |
|----------|---------|----------|-------|---------|-------------|----------|-----------|----------|--------|--|
| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County | |
| 0 | 13 | 24S | 27E | 0 | 330 | S | 1980 | E | EDDY | |

8. Proposed Bottom Hole Location

| | o. Proposed Bottom Hole Location | | | | | | | | | | | | |
|----------|----------------------------------|----------|-------|---------|-----------|----------|-----------|----------|--------|--|--|--|--|
| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County | | | | |
| A | 13 | 24S | 27E | В | 330 | N | 1980 | E | Eddy | | | | |

9. Pool Information

| WILLOW LAKE BONE SPRING, WEST | 96415 |
|-------------------------------|-------|
|-------------------------------|-------|

Additional Well Information

| 11. Work Type New Well | 12. Well Type OIL | 13. Cable/Rotary | 14. Lease Type Private | 15. Ground Level Elevation 3115 |
|---------------------------|----------------------|-------------------------------------|------------------------|------------------------------------|
| 16. Multiple | 17. Proposed Depth | 18. Formation | 19. Contractor | 20. Spud Date |
| N | 12209 | 2nd Bone Spring Sand | | 1/19/2013 |
| Depth to Ground | water | Distance from nearest fresh water w | re11 | Distance to nearest surface water |

21. 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 | 500 | 500 | |
| Int1 | 12.25 | 9.625 | 36 | 2350 | 700 | |
| Prod | 7.875 | 5.5 | 17 | 12209 | 1700 | 2150 |

Casing/Cement Program: Additional Comments

Plan to drill a 17-1/2" hole to 500' with Fresh Water. Run 13-3/8", 48#, H-40 csg and cmt to surface. Drill 12-1/4" hole to 2350' with Brine, and run 9-5/8", 36#, J55 and cement to surface. Drill vertical to approx 7200' then kick off and drill a 7-7/8" curve and lateral with cut brine to approx 12,209' MD. Run 5-1/2", 17#, P-110 csg and cement to 2350' in 1 stage.

22. Proposed Blowout Prevention Program

| Type | Working Pressure | Test Pressure | Manufacturer |
|-----------|------------------|---------------|--------------|
| DoubleRam | 3000 | 3000 | Cameron |

| best of my knowledge and belief. | | OIL CONSERV | ATION DIVISION |
|---|---|-----------------------------|----------------------------|
| I further certify I have compli 19.15.14.9 (B) NMAC ⊠, if ap | ed with 19.15.14.9 (A) NMAC 🛮 and/or oplicable. | Approved By: Randy Dade | |
| Signature: | | | |
| Printed Name: Electronical | ly filed by DIANE KUYKENDALL | Title: District Supervisor | |
| Title: Production Reportin | g Manager | Approved Date: 1/10/2013 | Expiration Date: 1/10/2015 |
| Email Address: dkuykenda | ll@concho.com | | |
| Date: 1/9/2013 | Phone: 432-685-4372 | Conditions of Approval Atta | ched |

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1. API Number 30-015-40950 | 2. Pool Code 96415 | 3. Pool Name WILLOW LAKE BONE SPRING, WES |
|-------------------------------|-----------------------|---|
| 4. Property Code | 5. Propert | y Name 6. Well No. |
| 39620 | BONG | O FEE 001H |
| 7. OGRID No. | 8. Operato | or Name 9. Elevation |
| 217955 | COG PRODU | CTION, LLC 3115 |

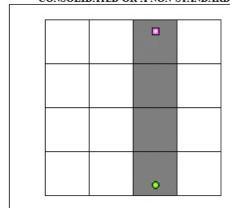
10. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| 0 | 13 | 24S | 27E | | 330 | S | 1980 | E | EDDY |

11. Bottom Hole Location If Different From Surface

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|-------------|----------|----------------|---------|-----------------|----------|-----------|---------------|--------|
| B | 13 | 24S | 27E | B | 330 | N | 1980 | E | EDDY |
| | cated Acres | 13. J | oint 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

August 1, 2011

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 Manager

Date: 1/9/2013

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: Chad Harcrow Date of Survey: 12/17/2012 Certificate Number: 17777

Permit Comments

Operator: COG PRODUCTION, LLC , 217955 Well: BONGO FEE #001H

API: 30-015-40950

| Created By | Comment | Comment Date |
|---------------|--|-----------------|
| matyereyes | OIL: COG Operating has conducted a review to determine if an H2S contingency plan is required for the above referenced well. We were able to conclude that any potential hazardous volume would be minimal. H2S concentrations of wells in this area from surface to TD are low enough; therefore we do not believe that an H2S Contingency Plan would be necessary. | 1/9/2013 |
| CSHAPARD | Land p/P | 1/10/2013 |

Permit Conditions of Approval

Operator: COG PRODUCTION, LLC , 217955 Well: BONGO FEE #001H API: 30-015-40950

| 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 |