

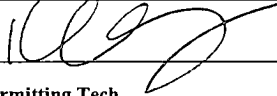
**OCD-ARTESIA**Form 3160-3  
(April 2004)UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT**APPLICATION FOR PERMIT TO DRILL OR REENTER**FORM APPROVED  
OMB No 1004-0137  
Expires March 31, 2007

|                                                                                                                                                                                                                        |                                                            |                                                                              |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------|------------------------------------------------------------------------------|
| 1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER                                                                                                                           |                                                            | 5. Lease Serial No.<br><b>NMLC - 029418 (b)</b>                              |
| 1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone            |                                                            | 6. If Indian, Allottee or Tribe Name<br>N/A                                  |
| 2. Name of Operator<br><b>COG Operating LLC</b>                                                                                                                                                                        |                                                            | 7. If Unit or CA Agreement, Name and No.<br>N/A                              |
| 3a. Address<br><b>550 W. Texas Ave., Suite 100<br/>Midland, TX 79701</b>                                                                                                                                               |                                                            | 8. Lease Name and Well No.<br><b>Tex Mack 11 Federal #58 H</b>               |
| 3b. Phone No. (include area code)<br><b>432-685-4384</b>                                                                                                                                                               |                                                            | 9. API Well No.<br><b>30-015- 39312</b>                                      |
| 4. Location of Well (Report location clearly and in accordance with any State requirements *)<br>At surface <b>2150' FNL &amp; 1030' FEL, Unit H</b><br>At proposed prod zone <b>2310' FNL &amp; 1650' FEL, Unit G</b> |                                                            | 10. Field and Pool, or Exploratory<br><b>Fren; Glorieta-Yeso, East 97213</b> |
| 14. Distance in miles and direction from nearest town or post office*<br><b>6 miles East of Loco Hills, NM</b>                                                                                                         |                                                            | 11. Sec, T, R, M or Blk. and Survey or Area<br><b>Sec 11 T17S R31E</b>       |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) <b>1030'</b>                                                                                     | 16. No. of acres in lease<br><b>1200</b>                   | 17. Spacing Unit dedicated to this well<br><b>40</b>                         |
| 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. <b>330'</b>                                                                                                 | 19. Proposed Depth<br><b>7000' TVD; 7052' MD</b>           | 20. BLM/BIA Bond No. on file<br><b>NMB000740</b>                             |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.)<br><b>3966' GR</b>                                                                                                                                                 | 22. Approximate date work will start*<br><b>08/31/2011</b> | 23. Estimated duration<br><b>15 days</b>                                     |

**24. Attachments**

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form

- |                                                                                                                                               |                                                                                                   |
|-----------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------|
| 1 Well plat certified by a registered surveyor.                                                                                               | 4 Bond to cover the operations unless covered by an existing bond on file (see Item 20 above)     |
| 2 A Drilling Plan.                                                                                                                            | 5. Operator certification                                                                         |
| 3 A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office) | 6. Such other site specific information and/or plans as may be required by the authorized officer |

|                                                                                                   |                                               |                           |
|---------------------------------------------------------------------------------------------------|-----------------------------------------------|---------------------------|
| 25. Signature  | Name (Printed/Typed)<br><b>Kelly J. Holly</b> | Date<br><b>06/08/2011</b> |
| Title<br><b>Permitting Tech</b>                                                                   |                                               |                           |

|                                                 |                                        |                           |
|-------------------------------------------------|----------------------------------------|---------------------------|
| Approved by (Signature) <b>/s/ Don Peterson</b> | Name (Printed/Typed)                   | Date<br><b>AUG 8 2011</b> |
| Title<br><b>FIELD MANAGER</b>                   | Office<br><b>CARLSBAD FIELD OFFICE</b> |                           |

Application approval does not constitute a warranty that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

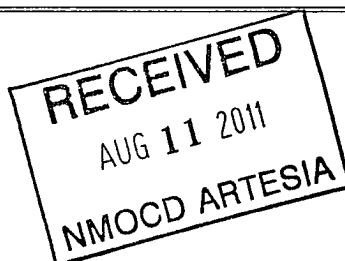
Conditions of approval, if any, are attached

**APPROVAL FOR TWO YEARS**

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on page 2)

Roswell Controlled Water Basin

Approval Subject to General Requirements  
& Special Stipulations AttachedSEE ATTACHED FOR  
CONDITIONS OF APPROVAL

## MASTER DRILLING PROGRAM

### 1. Geologic Name of Surface Formation

Quaternary

### 2. Estimated Tops of Important Geologic Markers:

|              |         |
|--------------|---------|
| Quaternary   | Surface |
| Rustler      | 670'    |
| Top of Salt  | 801'    |
| Base of Salt | 1771'   |
| Yates        | 2006'   |
| Seven Rivers | 2332'   |
| Queen        | 2952'   |
| Grayburg     | 3392'   |
| San Andres   | 3718'   |
| Glorietta    | 5222'   |
| Paddock      | 5285'   |
| Blaine       | 5688'   |
| Tubb         | 6700'   |

### 3. Estimated Depths of Anticipated Fresh Water, Oil and Gas

|            |       |             |
|------------|-------|-------------|
| Water Sand | 150'  | Fresh Water |
| Grayburg   | 3392' | Oil/Gas     |
| San Andres | 3718' | Oil/Gas     |
| Glorieta   | 5222' | Oil/Gas     |
| Paddock    | 5285' | Oil/Gas     |
| Blaine     | 5688' | Oil/Gas     |
| Tubb       | 6700' | Oil/Gas     |

*See COA*  
No other formations are expected to give up oil, gas or fresh water in measurable quantities. Setting 13 3/8" casing to ~~695'~~ and circulating cement back to the surface will protect the surface fresh water sand. The Salt Section will be protected by setting 8 5/8" casing to ~~1800'~~ and circulating cement, in a single or multi-stage job and/or with an ECP, back to the surface. Any shallower zones above TD, which contain commercial quantities of oil and/or gas, will have cement circulated across them. This will be achieved by cementing, with a single or multi-stage job, the 5 1/2" production casing back 200' into the intermediate casing, (but calculated to surface) to be run at TD. If wellbore conditions arise that require immediate action and/or a change to this program, COG Operating LLC personnel will always react to protect the wellbore and/or the environment.

*See COA*

#### 4. Casing Program

| Hole Size          | Interval | OD Casing | Weight      | Grade      | Jt., Condition | Jt.  | burst/collapse/tension |
|--------------------|----------|-----------|-------------|------------|----------------|------|------------------------|
| 17 1/2" <i>See</i> | 0-695'   | 13 3/8"   | 48#         | H-40orJ-55 | New            | ST&C | 8.71/3.724/14.91       |
| 11" <i>COA</i>     | 0-1800'  | 8 5/8"    | 24or32#     | J-55       | New            | ST&C | 2.91/1.46/5.65         |
| 7 7/8"             | 0-T.D.   | 5 1/2"    | 15.5 or 17# | J-55orL80  | New            | LT&C | 1.71/1.574/2.20        |

#### 5. Cement Program

13 3/8" Surface Casing:

Class C, 475 sx w/ 2% CaCl<sub>2</sub>, 0.25 pps CF, yield-1.32, back to surface 100% excess

8 5/8" Intermediate Casing:

##### 11" Hole:

**Single Stage:** LEAD 350 sx 50:50:10 C:Poz:Gel w/ 5% Salt +0.25% CF, yield-2.45 + TAIL 200 sx Class C w/2% CaCl<sub>2</sub>, yield-1.32, back to surface. 145% excess

**Multi-Stage:** Stage 1: 350 sx Class C, w/2% CaCl<sub>2</sub>, yield - 1.32. 40% excess  
Stage 2: 200 sx Class C w/2% CaCl<sub>2</sub>, yield - 1.32, back to surface, 108% excess  
Multi stage tool to be set at approximately, depending on hole conditions, *745* (50' below the surface casing). Cement volumes will be adjusted proportionately for depth changes of multi stage tool.

*See  
COA*

5 1/2" Production Casing:

**Single Stage:** LEAD 500 sx 35:65:6 C:Poz:Gel w/ 5% Salt + 5 pps LCM + 0.2% SMS + 0.3% FL-52A + 0.125 pps CF, yield-2.05 + TAIL 400 sx 50:50:2 C:Poz:Gel w/ 5% Salt + 3 pps LCM + 0.6% SMS + 1% FL-25 + 1% BA-58 + 0.3% FL-52A + 0.125 pps CF, yield-1.37, to 200' minimum tie back to intermediate casing. 44.4% open hole excess, cement calculated back to surface (no need for excess in casing overlap).

**Multi-Stage:** Stage 1: (Assumed TD of 6900') 500 sx 50:50:2, C:Poz:Gel w/ 5% Salt + 3 pps LCM + 0.6% SMS + 1% FL-25 + 1% BA-58 + 0.3% FL-52A + 0.125 pps CF, yield - 1.37, 9% excess; **this is a**

*See  
COA*

*TD of well*

*13 7000'*

*Won't have*

*9% excess,*

*7/12/11*

*WML*

minimum volume and will be adjusted up after caliper is run. Stage 2: LEAD 450 sx 50:50:2 C:Poz:Gel w/ 5% Salt + 3 pps LCM + 0.6% SMS + 1% FL-25 + 1% BA-58 + 0.3% FL-52A + 0.125 pps CF, yield - 1.37; + TAIL 250 sx Class C w/ 0.3% R-3 + 1.5% CD-32, yield - 1.02 152% open hole excess, cement calculated back to surface (no need for excess in casing overlap). Multi stage tool to be set at approximately, depending on hole conditions, 3000'. Cement volumes will be adjusted proportionately for depth changes of multi stage tool, assumption for tool is water flow.

#### 6. Minimum Specifications for Pressure Control

The blowout preventer equipment (BOP) shown in Exhibit #9 will consist of a double ram-type (2000 psi WP) preventer, and in some cases possibly a 2000 psi Hydril type annular preventer as provided for in Onshore Order #2. This unit will be hydraulically operated and the ram type preventer will be equipped with blind rams on top of 4 1/2" drill pipe rams on the bottom. A 13-5/8" or 11" BOP will be used, depending on the rig selected, during the drilling of the well. The BOP will be nipped up on the 13 3/8" surface casing with BOP equipment and tested to 2000 psi. When 11" BOP is used the special drilling flange will be utilized on the 13-3/8" head to allow testing the BOP with a retrievable test plug. After setting 8-5/8" the BOP will then be nipped up on the 8 5/8" intermediate casing and tested by a third party to 2000 psi and used continuously until total depth is reached. Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment (Exhibit #10) will include a Kelly cock and floor safety valve, choke lines and a choke manifold (Exhibit #11) with a 2000 psi WP rating.

The majority of the rigs currently in use have a 13-5/8" BOP, so no special provision is needed for most wells in the area for conventionally testing the BOP with a test plug. However, due to the vagaries of rig scheduling, it might be that one of the few rigs with 11" BOP's might be called upon to drill any specific well in the area. Note that intermediate hole size is always 11". Therefore, COG Operating LLC respectfully requests a variance to the requirement of 13-5/8" BOP on 13-3/8" casing. When that circumstance is encountered the special flange will be utilized to allow testing the entire BOP with a test plug, without subjecting the casing to test pressure. The special flange also allows the return to full-open capability if desired.

see  
CA

**7. Types and Characteristics of the Proposed Mud System**

The well will be drilled to TD with a combination of brine, cut brine and polymer mud system. The applicable depths and properties of this system are as follows:

| DEPTH                     | TYPE        | WEIGHT  | VISCOSITY | WATERLOSS |
|---------------------------|-------------|---------|-----------|-----------|
| 0-695' <del>750</del>     | Fresh Water | 8.5     | 28        | N.C.      |
| <del>695-1800'</del> 1850 | Brine       | 10      | 30        | N.C.      |
| 1800'-TD                  | Cut Brine   | 8.7-9.1 | 29        | N.C.      |

Sufficient mud materials will be kept at the well site to maintain mud properties and meet minimum lost circulation and weight increase requirements at all times.

**8. Auxiliary Well Control and Monitoring Equipment**

- A. Kelly cock will be kept in the drill string at all times.
- B. A full opening drill pipe-stabbing valve with proper drill pipe connections will be on the rig floor at all times.

**9. Logging, Testing and Coring Program** *See 10A*

- A. The electric logging program will consist of GR-Dual Laterolog, Spectral Density, Dual Spaced Neutron, CSNG Log and will be run from TD to 8 5/8" casing shoe.
- B. Drill Stem test is not anticipated.
- C. No conventional coring is anticipated.
- D. Further testing procedures will be determined after the 5 1/2" production casing has been cemented at TD, based on drill shows and log evaluation.

**10. Abnormal Conditions, Pressure, Temperatures and Potential Hazards**

No abnormal pressures or temperatures are anticipated. The estimated bottom hole at TD is 110 degrees and the estimated maximum bottom hold pressure is 2300 psig. Measurable gas volumes or Hydrogen Sulfide levels have not been encountered during drilling operations in this area, although a Hydrogen Sulfide Drilling Operation Plan is attached to this program. No major loss of circulation zones has been reported in offsetting wells.

**11. Anticipated Starting Date and Duration of Operations**

Road and location work will not begin until approval has been received from the BLM. As this is a Master Drilling plan, please refer to the Form 3160-3 for the anticipated start date. Once commenced, drilling operations should be finished in approximately 12 days. If the well is productive, an additional 30 days will be required for completion and testing before a decision is made to install permanent facilities.



## **COG Operating LLC**

Eddy County, NM (NAN27 NME)

Tex Mack 11 Federal #58

Tex Mack 11 Federal #58

OH

Plan: Plan #1 7-7/8" Hole

SHL = 2150' FNL & 1030' FEL

BHL = 2300' FNL & 1660' FEL

Top of Paddock = 130' S of Surface & 532' W of Surface @ 5220' TVD

## **Standard Planning Report**

12 April, 2011





Scientific Drilling  
Planning Report



Database: EDM-Julio  
Company: COG Operating LLC  
Project: Eddy County, NM (NAN27 NME)  
Site: Tex Mack 11 Federal #58  
Well: Tex Mack 11 Federal #58  
Wellbore: OH  
Design: Plan #1 7-7/8" Hole

Local Co-ordinate Reference:  
TVD Reference:  
MD Reference:  
North Reference:  
Survey Calculation Method:  
Site Tex Mack 11 Federal #58  
GL Elev @ 3966 00usft  
GL Elev @ 3966 00usft  
Grid  
Minimum Curvature

Project: Eddy County, NM (NAN27 NME)  
Map System: US State Plane 1927 (Exact solution) System Datum: Mean Sea Level  
Geo Datum: NAD 1927 (NADCON CONUS)  
Map Zone: New Mexico East 3001

Site: Tex Mack 11 Federal #58  
Site Position: Northing: 673,447.70 usft Latitude: 32° 51' 1.433 N  
From: Map Easting: 653,173.60 usft Longitude: 103° 50' 4.419 W  
Position Uncertainty: 0 00 usft Slot Radius: 13-3/16 " Grid Convergence: 0.27 °

Well: Tex Mack 11 Federal #58  
Well Position: +N/-S 0 00 usft Northing: 673,447.70 usft Latitude: 32° 51' 1.433 N  
+E/-W 0 00 usft Easting: 653,173.60 usft Longitude: 103° 50' 4.419 W  
Position Uncertainty: 0 00 usft Wellhead Elevation: Ground Level: 3,966.00 usft

Wellbore: OH  
Magnetics Model Name Sample Date Declination Dip Angle Field Strength  
(°) (°) (mT)  
IGRF2010 2011/04/12 7.78 60.73 48,979

Design: Plan #1 7-7/8" Hole  
Audit Notes:  
Version: Phase: PLAN Tie On Depth: 0 00  
Vertical Section: Depth From (TVD) +N/-S +E/-W Direction  
(usft) (usft) (usft) (°)  
0 00 0 00 0 00 256.23

| Plan Sections         |                 |             |                       |              |              |                         |                        |                       |         |                      |
|-----------------------|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|------------------------|-----------------------|---------|----------------------|
| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) | TFO (°) | Target               |
| 0.00                  | 0.00            | 0.00        | 0.00                  | 0.00         | 0.00         | 0.00                    | 0.00                   | 0.00                  | 0.00    |                      |
| 1,950.00              | 0.00            | 0.00        | 1,950.00              | 0.00         | 0.00         | 0.00                    | 0.00                   | 0.00                  | 0.00    |                      |
| 2,491.16              | 10.82           | 256.23      | 2,487.95              | -12.13       | -49.50       | 2.00                    | 2.00                   | 0.00                  | 256.23  |                      |
| 4,888.61              | 10.82           | 256.23      | 4,842.75              | -119.25      | -486.75      | 0.00                    | 0.00                   | 0.00                  | 0.00    |                      |
| 5,268.99              | 3.22            | 256.23      | 5,220.00              | -130.30      | -531.87      | 2.00                    | -2.00                  | 0.00                  | -180.00 | TG1-Tex Mack 11 #58  |
| 7,051.80              | 3.22            | 256.23      | 7,000.00              | -154.10      | -629.00      | 0.00                    | 0.00                   | 0.00                  | 0.00    | PBHL-Tex Mack 11 #58 |



# Scientific Drilling Planning Report



Database: EDM-Julio  
Company: COG Operating LLC  
Project: Eddy County, NM (NAN27 NME)  
Site: Tex Mack 11 Federal #58  
Well: Tex Mack 11 Federal #58  
Wellbore: OH  
Design: Plan #1 7-7/8" Hole

Local Co-ordinate Reference:  
TVD Reference:  
MD Reference:  
North Reference:  
Survey Calculation Method:

Site Tex Mack 11 Federal #58  
GL Elev @ 3966 00usft  
GL Elev @ 3966 00usft  
Grid  
Minimum Curvature

## Planned Survey

| Measured<br>Depth<br>(usft)                        | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | N-S<br>(usft) | E-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(%/100usft) | Build<br>Rate<br>(%/100usft) | Turn<br>Rate<br>(%/100usft) |
|----------------------------------------------------|--------------------|----------------|-----------------------------|---------------|---------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 0 00                                               | 0 00               | 0 00           | 0 00                        | 0 00          | 0 00          | 0 00                          | 0 00                          | 0 00                         | 0 00                        |
| East HL-Tex Mack 11 #58 - South HL-Tex Mack 11 #58 |                    |                |                             |               |               |                               |                               |                              |                             |
| 1,850 00                                           | 0 00               | 0 00           | 1,850 00                    | 0 00          | 0 00          | 0 00                          | 0 00                          | 0 00                         | 0 00                        |
| 8-5/8" Casing                                      |                    |                |                             |               |               |                               |                               |                              |                             |
| 1,950 00                                           | 0 00               | 0 00           | 1,950 00                    | 0 00          | 0 00          | 0 00                          | 0 00                          | 0 00                         | 0 00                        |
| KOP Start Build 2.00°/100'                         |                    |                |                             |               |               |                               |                               |                              |                             |
| 2,000 00                                           | 1 00               | 256 23         | 2,000 00                    | -0 10         | -0 42         | 0 44                          | 2 00                          | 2 00                         | 0 00                        |
| 2,100 00                                           | 3 00               | 256 23         | 2,099 93                    | -0 93         | -3 81         | 3 93                          | 2 00                          | 2 00                         | 0 00                        |
| 2,200 00                                           | 5 00               | 256 23         | 2,199 68                    | -2 59         | -10 59        | 10 90                         | 2 00                          | 2 00                         | 0 00                        |
| 2,300 00                                           | 7 00               | 256 23         | 2,299 13                    | -5 08         | -20 74        | 21 35                         | 2 00                          | 2 00                         | 0 00                        |
| 2,400 00                                           | 9 00               | 256 23         | 2,398 15                    | -8 39         | -34 26        | 35 27                         | 2 00                          | 2 00                         | 0 00                        |
| 2,491 16                                           | 10 82              | 256 23         | 2,487 95                    | -12 13        | -49 50        | 50 96                         | 2 00                          | 2 00                         | 0 00                        |
| EOC hold 10.82°                                    |                    |                |                             |               |               |                               |                               |                              |                             |
| 2,500 00                                           | 10 82              | 256 23         | 2,496 63                    | -12 52        | -51 11        | 52 62                         | 0 00                          | 0 00                         | 0 00                        |
| 2,600 00                                           | 10 82              | 256 23         | 2,594 85                    | -16 99        | -69 35        | 71 40                         | 0 00                          | 0 00                         | 0 00                        |
| 2,700 00                                           | 10 82              | 256 23         | 2,693 07                    | -21 46        | -87 59        | 90 18                         | 0 00                          | 0 00                         | 0 00                        |
| 2,800 00                                           | 10 82              | 256 23         | 2,791 29                    | -25 93        | -105 82       | 108 95                        | 0 00                          | 0 00                         | 0 00                        |
| 2,900 00                                           | 10 82              | 256 23         | 2,889 51                    | -30 39        | -124 06       | 127 73                        | 0 00                          | 0 00                         | 0 00                        |
| 3,000 00                                           | 10 82              | 256 23         | 2,987 74                    | -34 86        | -142 30       | 146 51                        | 0 00                          | 0 00                         | 0 00                        |
| 3,100 00                                           | 10 82              | 256 23         | 3,085 96                    | -39 33        | -160 54       | 165 29                        | 0 00                          | 0 00                         | 0 00                        |
| 3,200 00                                           | 10 82              | 256 23         | 3,184 18                    | -43 80        | -178 78       | 184 07                        | 0 00                          | 0 00                         | 0 00                        |
| 3,300 00                                           | 10 82              | 256 23         | 3,282 40                    | -48 27        | -197 02       | 202 84                        | 0 00                          | 0 00                         | 0 00                        |
| 3,400 00                                           | 10 82              | 256 23         | 3,380 62                    | -52 74        | -215 26       | 221 62                        | 0 00                          | 0 00                         | 0 00                        |
| 3,500 00                                           | 10 82              | 256 23         | 3,478 84                    | -57 20        | -233 49       | 240 40                        | 0 00                          | 0 00                         | 0 00                        |
| 3,600 00                                           | 10 82              | 256 23         | 3,577 06                    | -61 67        | -251 73       | 259 18                        | 0 00                          | 0 00                         | 0 00                        |
| 3,700 00                                           | 10 82              | 256 23         | 3,675 28                    | -66 14        | -269 97       | 277 96                        | 0 00                          | 0 00                         | 0 00                        |
| 3,800 00                                           | 10 82              | 256 23         | 3,773 50                    | -70 61        | -288 21       | 296 73                        | 0 00                          | 0 00                         | 0 00                        |
| 3,900 00                                           | 10 82              | 256 23         | 3,871 73                    | -75 08        | -306 45       | 315 51                        | 0 00                          | 0 00                         | 0 00                        |
| 4,000 00                                           | 10 82              | 256 23         | 3,969 95                    | -79 55        | -324 69       | 334 29                        | 0 00                          | 0 00                         | 0 00                        |
| 4,100 00                                           | 10 82              | 256 23         | 4,068 17                    | -84 01        | -342 93       | 353 07                        | 0 00                          | 0 00                         | 0 00                        |
| 4,200 00                                           | 10 82              | 256 23         | 4,166 39                    | -88 48        | -361 16       | 371 84                        | 0 00                          | 0 00                         | 0 00                        |
| 4,300 00                                           | 10 82              | 256 23         | 4,264 61                    | -92 95        | -379 40       | 390 62                        | 0 00                          | 0 00                         | 0 00                        |
| 4,400 00                                           | 10 82              | 256 23         | 4,362 83                    | -97 42        | -397 64       | 409 40                        | 0 00                          | 0 00                         | 0 00                        |
| 4,500 00                                           | 10 82              | 256 23         | 4,461 05                    | -101 89       | -415 88       | 428 18                        | 0 00                          | 0 00                         | 0 00                        |
| 4,600 00                                           | 10 82              | 256 23         | 4,559 27                    | -106 36       | -434 12       | 446 96                        | 0 00                          | 0 00                         | 0 00                        |
| 4,700 00                                           | 10 82              | 256 23         | 4,657 50                    | -110 82       | -452 36       | 465 73                        | 0 00                          | 0 00                         | 0 00                        |
| 4,800 00                                           | 10 82              | 256 23         | 4,755 72                    | -115 29       | -470 59       | 484 51                        | 0 00                          | 0 00                         | 0 00                        |
| 4,888 61                                           | 10 82              | 256 23         | 4,842 75                    | -119 25       | -486 76       | 501 15                        | 0 00                          | 0 00                         | 0 00                        |
| Start Drop 2.00°/100'                              |                    |                |                             |               |               |                               |                               |                              |                             |
| 4,900 00                                           | 10 60              | 256 23         | 4,853 94                    | -119 75       | -488 81       | 503 27                        | 2 00                          | -2 00                        | 0 00                        |
| 5,000 00                                           | 8 60               | 256 23         | 4,952 54                    | -123 72       | -505 00       | 519 93                        | 2 00                          | -2 00                        | 0 00                        |
| 5,100 00                                           | 6 60               | 256 23         | 5,051 66                    | -126 87       | -517 84       | 533 15                        | 2 00                          | -2 00                        | 0 00                        |
| 5,200 00                                           | 4 60               | 256 23         | 5,151 17                    | -129 19       | -527 31       | 542 90                        | 2 00                          | -2 00                        | 0 00                        |
| 5,268 99                                           | 3 22               | 256 23         | 5,220 00                    | -130 30       | -531 87       | 547 60                        | 2 00                          | -2 00                        | 0 00                        |
| EOC hold 3.22° - TG1-Tex Mack 11 #58               |                    |                |                             |               |               |                               |                               |                              |                             |
| 5,300 00                                           | 3 22               | 256 23         | 5,250 96                    | -130 72       | -533 56       | 549 34                        | 0 00                          | 0 00                         | 0 00                        |
| 5,400 00                                           | 3 22               | 256 23         | 5,350 81                    | -132 05       | -539 01       | 554 95                        | 0 00                          | 0 00                         | 0 00                        |
| 5,500 00                                           | 3 22               | 256 23         | 5,450 65                    | -133 39       | -544 46       | 560 56                        | 0 00                          | 0 00                         | 0 00                        |
| 5,600 00                                           | 3 22               | 256 23         | 5,550 49                    | -134 72       | -549 90       | 566 17                        | 0 00                          | 0 00                         | 0 00                        |
| 5,700 00                                           | 3 22               | 256 23         | 5,650 33                    | -136 06       | -555 35       | 571 78                        | 0 00                          | 0 00                         | 0 00                        |
| 5,800 00                                           | 3 22               | 256 23         | 5,750 18                    | -137 39       | -560 80       | 577 39                        | 0 00                          | 0 00                         | 0 00                        |
| 5,900 00                                           | 3 22               | 256 23         | 5,850 02                    | -138 73       | -566 25       | 582 99                        | 0 00                          | 0 00                         | 0 00                        |
| 6,000 00                                           | 3 22               | 256 23         | 5,949 86                    | -140 06       | -571 70       | 588 60                        | 0 00                          | 0 00                         | 0 00                        |



# Scientific Drilling Planning Report



Database: EDM-Julio  
Company: COG Operating LLC  
Project: Eddy County, NM (NAN27 NME)  
Site: Tex Mack 11 Federal #58  
Well: Tex Mack 11 Federal #58  
Wellbore: OH  
Design: Plan #1 7-7/8" Hole

Local Co-ordinate Reference:  
TVD Reference:  
MD Reference:  
North Reference:  
Survey Calculation Method:  
Site Tex Mack 11 Federal #58  
GL Elev @ 3966 00usft  
GL Elev @ 3966 00usft  
Grid  
Minimum Curvature

## Planned Survey

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|-----------------------|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|------------------------|-----------------------|
| 6,100 00              | 3 22            | 256 23      | 6,049 70              | -141 40      | -577 15      | 594 21                  | 0 00                    | 0 00                   | 0 00                  |
| 6,200 00              | 3 22            | 256 23      | 6,149 55              | -142 73      | -582 59      | 599 82                  | 0 00                    | 0 00                   | 0 00                  |
| 6,300 00              | 3 22            | 256 23      | 6,249 39              | -144 07      | -588 04      | 605 43                  | 0 00                    | 0 00                   | 0 00                  |
| 6,400 00              | 3 22            | 256 23      | 6,349 23              | -145 40      | -593 49      | 611 04                  | 0 00                    | 0 00                   | 0 00                  |
| 6,500 00              | 3 22            | 256 23      | 6,449 07              | -146 73      | -598 94      | 616 65                  | 0 00                    | 0 00                   | 0 00                  |
| 6,600 00              | 3 22            | 256 23      | 6,548 92              | -148 07      | -604 39      | 622 26                  | 0 00                    | 0 00                   | 0 00                  |
| 6,700 00              | 3 22            | 256 23      | 6,648 76              | -149 40      | -609 83      | 627 87                  | 0 00                    | 0 00                   | 0 00                  |
| 6,800 00              | 3 22            | 256 23      | 6,748 60              | -150 74      | -615 28      | 633 48                  | 0 00                    | 0 00                   | 0 00                  |
| 6,900 00              | 3 22            | 256 23      | 6,848 44              | -152 07      | -620 73      | 639 09                  | 0 00                    | 0 00                   | 0 00                  |
| 7,000 00              | 3 22            | 256 23      | 6,948 29              | -153 41      | -626 18      | 644 70                  | 0 00                    | 0 00                   | 0 00                  |
| 7,051 80              | 3 22            | 256 23      | 7,000 00              | -154 10      | -629 00      | 647 60                  | 0 00                    | 0 00                   | 0 00                  |

PBHL-Tex Mack 11 #58

## Design Targets

| Target Name              | hit/miss target Shape                                                                                                          | Dip Angle (°) | Dip Dir (°) | TVD (usft) | +N/-S (usft) | +E/-W (usft) | Northing (usft) | Easting (usft) | Latitude         | Longitude         |
|--------------------------|--------------------------------------------------------------------------------------------------------------------------------|---------------|-------------|------------|--------------|--------------|-----------------|----------------|------------------|-------------------|
| East HL-Tex Mack 11 #58  | - plan misses target center by 640 38usft at 0 00usft MD (0 00 TVD, 0 00 N, 0 00 E)<br>- Rectangle (sides W0 00 H500 00 D0 00) | 0 00          | 0 00        | 0 00       | -164 10      | -619 00      | 673,283 60      | 652,554 60     | 32° 50' 59 838 N | 103° 50' 11 684 W |
| South HL-Tex Mack 11 #58 | - plan misses target center by 640 38usft at 0 00usft MD (0 00 TVD, 0 00 N, 0 00 E)<br>- Rectangle (sides W500 00 H0 00 D0 00) | 0 00          | 0 00        | 0 00       | -164 10      | -619 00      | 673,283 60      | 652,554 60     | 32° 50' 59 838 N | 103° 50' 11 684 W |
| TG1-Tex Mack 11 #58      | - plan hits target center<br>- Point                                                                                           | 0 00          | 0 00        | 5,220 00   | -130 30      | -531 87      | 673,317 39      | 652,641 73     | 32° 51' 0 168 N  | 103° 50' 10 661 W |
| PBHL-Tex Mack 11 #58     | - plan hits target center<br>- Circle (radius 10 00)                                                                           | 0 00          | 0 01        | 7,000 00   | -154 10      | -629 00      | 673,293 60      | 652,544 60     | 32° 50' 59 937 N | 103° 50' 11 801 W |

## Casing Points

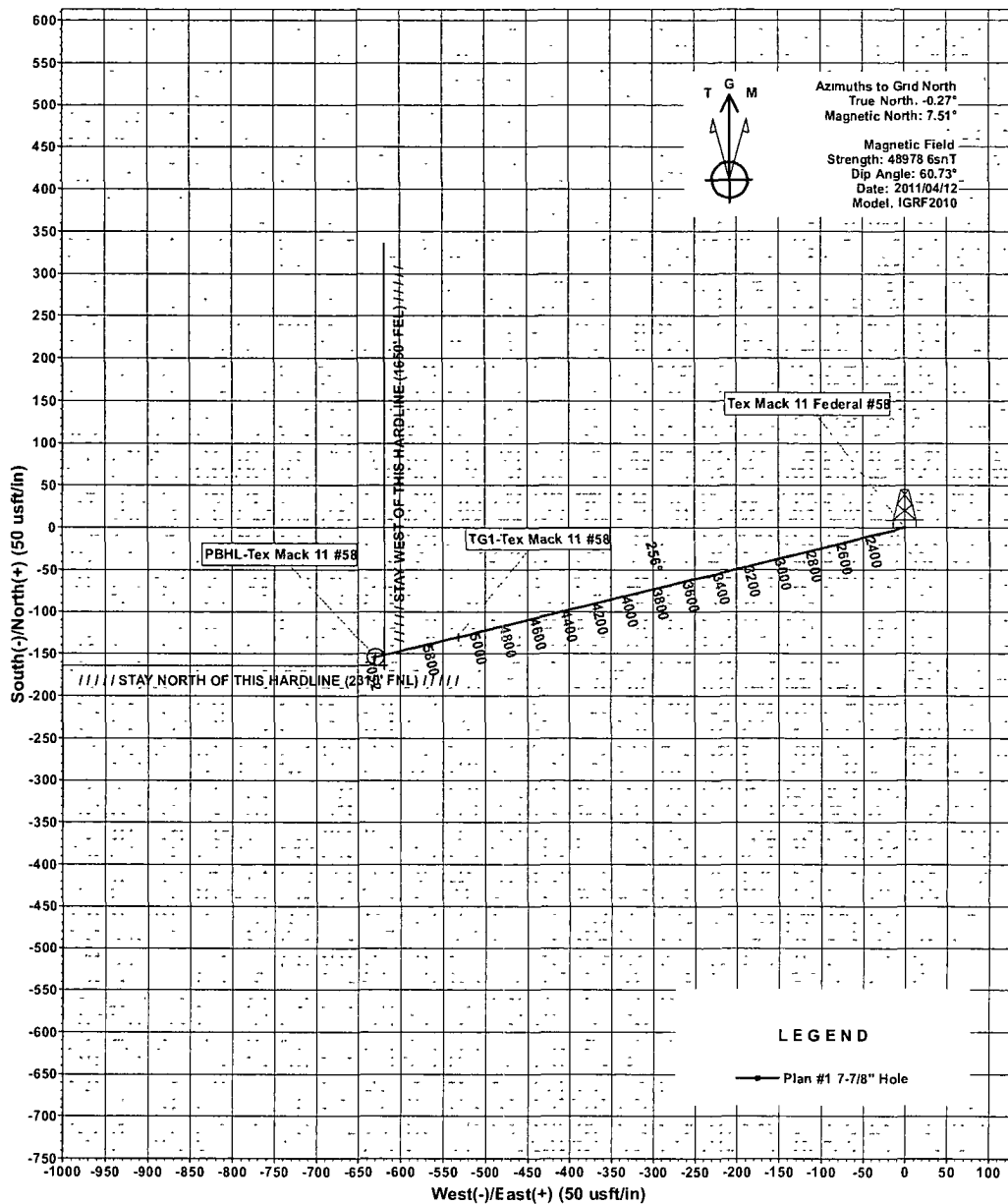
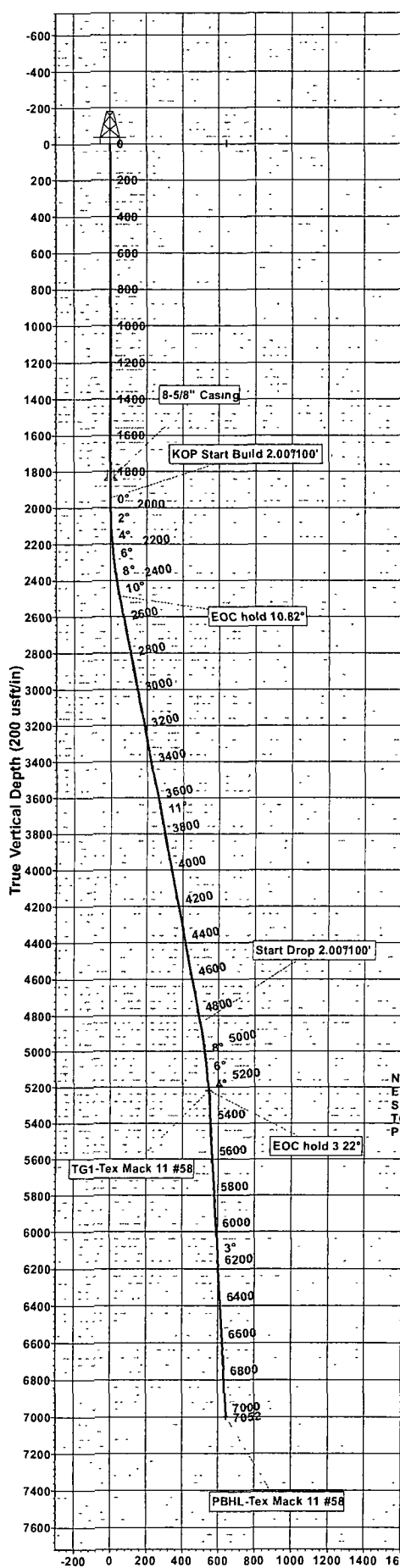
| Measured Depth (usft) | Vertical Depth (usft) | Name          | Casing Diameter (") | Hole Diameter (") |
|-----------------------|-----------------------|---------------|---------------------|-------------------|
| 1,850 00              | 1,850 00              | 8-5/8" Casing | 8-5/8               | 12-1/4            |

## Plan Annotations

| Measured Depth (usft) | Vertical Depth (usft) | Local Coordinates +N/-S (usft) | +E/-W (usft) | Comment                    |
|-----------------------|-----------------------|--------------------------------|--------------|----------------------------|
| 1,950 00              | 1,950 00              | 0 00                           | 0 00         | KOP Start Build 2 00°/100' |
| 2,491 16              | 2,487 95              | -12 13                         | -49 50       | EOC hold 10 82°            |
| 4,888 61              | 4,842 75              | -119 25                        | -486 76      | Start Drop 2 00°/100'      |
| 5,268 99              | 5,220 00              | -130 30                        | -531 87      | EOC hold 3 22°             |



Scientific Drilling for COG Operating LLC  
Site: Eddy County, NM (NAN27 NME)  
Well: Tex Mack 11 Federal #58  
Wellbore: OH  
Design: Plan #1 7-7/8" Hole



| Name                     | TVD     | +N/-S   | +E/-W   | Northing  | Easting   | Latitude        | Longitude        | Shape                              |
|--------------------------|---------|---------|---------|-----------|-----------|-----------------|------------------|------------------------------------|
| East HL-Tex Mack 11 #58  | 0.00    | -164.10 | -619.00 | 673283.60 | 652554.60 | 32°50' 59.838 N | 103°50' 11.684 W | Rectangle (Sides: L500.00 W500.00) |
| South HL-Tex Mack 11 #58 | 0.00    | -164.10 | -619.00 | 673283.60 | 652554.60 | 32°50' 59.838 N | 103°50' 11.684 W | Rectangle (Sides: L0.00 W500.00)   |
| TG1-Tex Mack 11 #58      | 5220.00 | -130.30 | -531.87 | 673317.40 | 652641.73 | 32°51' 0.168 N  | 103°50' 10.661 W | Point                              |
| PBHL-Tex Mack 11 #58     | 7000.00 | -154.10 | -629.00 | 673293.60 | 652544.60 | 32°50' 59.937 N | 103°50' 11.801 W | Circle (Ra dius: 10.00)            |

#### SECTION DETAILS

| Sec | MD      | Inc   | Azi    | TVD     | +N/-S   | +E/-W   | Dleg | TFace   | VSect  | Target               |
|-----|---------|-------|--------|---------|---------|---------|------|---------|--------|----------------------|
| 1   | 0.00    | 0.00  | 0.00   | 0.00    | 0.00    | 0.00    | 0.00 | 0.00    | 0.00   |                      |
| 2   | 1950.00 | 0.00  | 0.00   | 1950.00 | 0.00    | 0.00    | 0.00 | 0.00    | 0.00   |                      |
| 3   | 2491.16 | 10.82 | 256.23 | 2487.95 | -12.13  | -49.50  | 2.00 | 256.23  | 50.96  |                      |
| 4   | 4888.61 | 10.82 | 256.23 | 4842.75 | -119.25 | -486.75 | 0.00 | 0.00    | 501.15 |                      |
| 5   | 5268.99 | 3.22  | 256.23 | 5220.00 | -130.30 | -531.87 | 2.00 | -180.00 | 547.60 | TG1-Tex Mack 11 #58  |
| 6   | 7051.80 | 3.22  | 256.23 | 7000.00 | -154.10 | -629.00 | 0.00 | 0.00    | 647.60 | PBHL-Tex Mack 11 #58 |

#### WELL DETAILS: Tex Mack 11 Federal #58

|       |       | Ground Level: |           | 3966.00        |                 |      |  |
|-------|-------|---------------|-----------|----------------|-----------------|------|--|
| +N/-S | +E/-W | Northing      | Easting   | Latitude       | Longitude       | Slot |  |
| 0.00  | 0.00  | 673447.70     | 653173.60 | 32°51' 1.433 N | 103°50' 4.419 W |      |  |

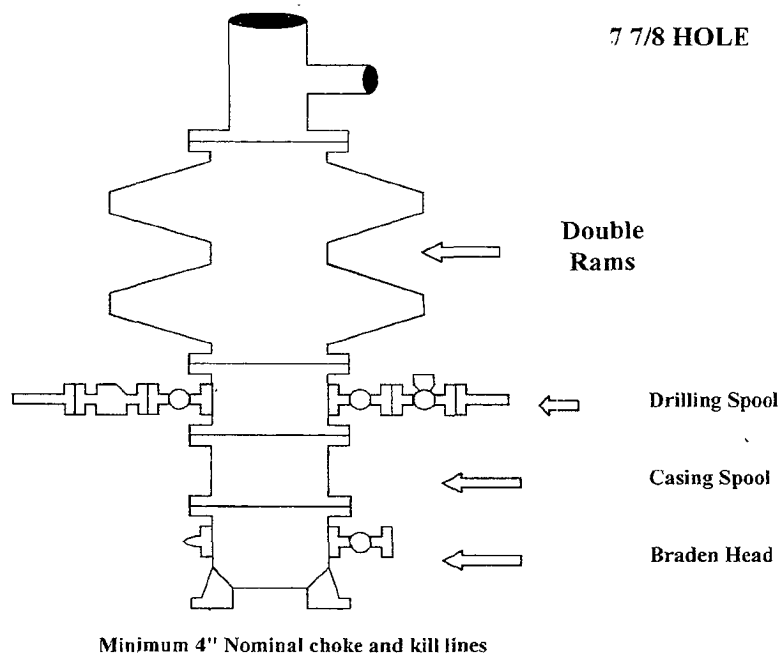
#### PROJECT DETAILS: Eddy County, NM (NAN27 NME) Plan: Plan #1 7-7/8" Hole (Tex Mack 11 Federal #58/OH)

|                  |                                      |             |            |       |           |
|------------------|--------------------------------------|-------------|------------|-------|-----------|
| Geodetic System. | US State Plane 1927 (Exact solution) | Created By: | Julio Pina | Date: | 12-Apr-11 |
| Datum            | NAD 1927 (NADCON CONUS)              | Checked:    |            | Date: |           |
| Ellipsoid        | Clarke 1866                          | Reviewed:   |            | Date: |           |
| Zone             | New Mexico East 3001                 | Approved:   |            | Date: |           |
| System Datum.    | Mean Sea Level                       |             |            |       |           |

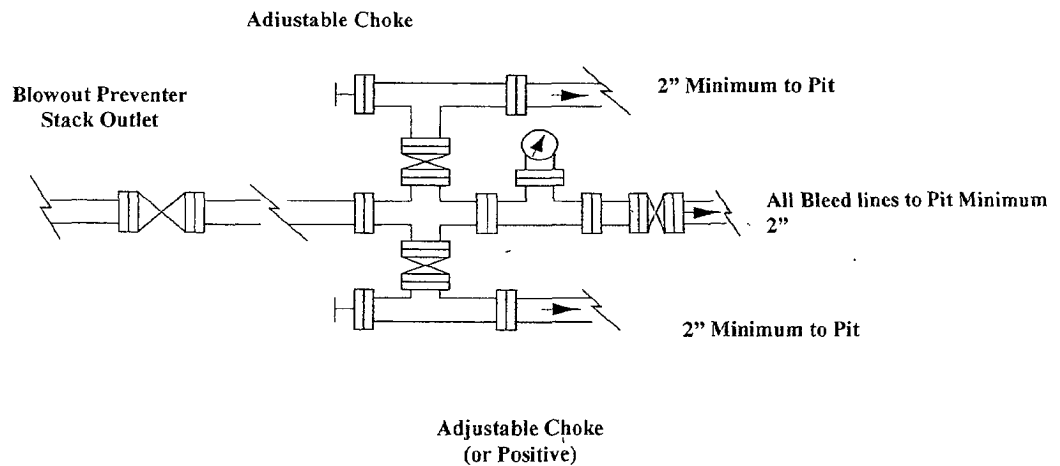
# COG Operating LLC

## Exhibit #9

### BOPE and Choke Schematic



Choke Manifold Requirement (2000 psi WP)  
No Annular Required



**NOTES REGARDING THE BLOWOUT PREVENTERS**  
**Master Drilling Plan**  
**Eddy County, New Mexico**

1. Drilling nipple to be so constructed that it can be removed without use of a welder through rotary table opening, with minimum I.D. equal to preventer bore.
2. Wear ring to be properly installed in head.
3. Blow out preventer and all fittings must be in good condition, 2000 psi WP minimum.
4. All fittings to be flanged.
5. Safety valve must be available on rig floor at all times with proper connections, valve to be full 2000 psi WP minimum.
6. All choke and fill lines to be securely anchored especially ends of choke lines.
7. Equipment through which bit must pass shall be at least as large as the diameter of the casing being drilled through.
8. Kelly cock on Kelly.
9. Extension wrenches and hands wheels to be properly installed.
10. Blow out preventer control to be located as close to driller's position as feasible.
11. Blow out preventer closing equipment to include minimum 40-gallon accumulator, two independent sources of pump power on each closing unit installation all API specifications.