Form 3160-3 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: January 31, 201

5 Lease Serial No.

BUREAU OF LAND MANA	AGEN	MENT		NMNM120895		
APPLICATION FOR PERMIT TO D	6. If Indian, Allotee	or Tribe	Name			
	EENTE ther	ER		7. If Unit or CA Agr 8. Lease Name and		Name and No.
1c. Type of Completion: Hydraulic Fracturing Si	ingle Zo	one Multiple Zone		CABO WABO FED	DERAL C	COM
2. Name of Operator COG PRODUCTION LLC				9. API Well No. 30 015 47	7753	
3a. Address 2208 West Main Street, Artesia, NM 88210		none No. (include area code) 748-6940		10. Field and Pool, of ./PURPLE SAGE \	-	•
4. Location of Well (Report location clearly and in accordance of At surface NENW / 210 FNL / 1390 FWL / LAT 32.122 At proposed prod. zone SWSW / 200 FSL / 1310 FWL / I	1868 /	LONG -103.9420666		11. Sec., T. R. M. or SEC 24/T25S/R29		Survey or Area
14. Distance in miles and direction from nearest town or post offi 23 miles	ice*			12. County or Parish EDDY	1	13. State NM
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. N		7. Spacin	g Unit dedicated to the	his well	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.				BIA Bond No. in file B000215		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3153 feet	22. Approximate date work will start* 01/01/2021			23. Estimated duration 30 days		
	24.	Attachments				
The following, completed in accordance with the requirements of (as applicable)	f Onsho	ore Oil and Gas Order No. 1, and	nd the H	ydraulic Fracturing r	ule per 43	3 CFR 3162.3-3
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System 	m I and	4. Bond to cover the or Item 20 above). Is, the 5. Operator certification		s unless covered by ar	n existing	bond on file (se
SUPO must be filed with the appropriate Forest Service Office		6. Such other site speci BLM.	fic infor	mation and/or plans as	may be r	equested by the
25. Signature (Electronic Submission)		Name (Printed/Typed) STAN WAGNER / Ph: (575	5) 748-6	940	Date 09/11/2	2020
Title						

25. Signature	Name (Printed/Typed)	Date			
(Electronic Submission)	STAN WAGNER / Ph: (575) 748-6940	09/11/2020			
Title					
Regulatory Advisor					
Approved by (Signature)	Name (Printed/Typed)	Date			
(Electronic Submission)	Cody Layton / Ph: (575) 234-5959	11/23/2020			
Title	Office				
Assistant Field Manager Lands & Minerals	Carlsbad Field Office				

Application approval does not warrant or certify 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.

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.

Approval Date: 11/23/2020

Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based PPROVED WITH CONDITIONS mud, drilling fluids and solids must be contained in a steel closed loop system.

Will require a directional survey with the C-104

Surface casing must be set 25' below top of Rustler

Anhydrite in order to seal off protectable water

SL

(Continued on page 2)

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

KP 12/2/2020 GEO Review

*(Instructions on page 2)

Entered - KMS NMOCD

District I
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 Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

District IV

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

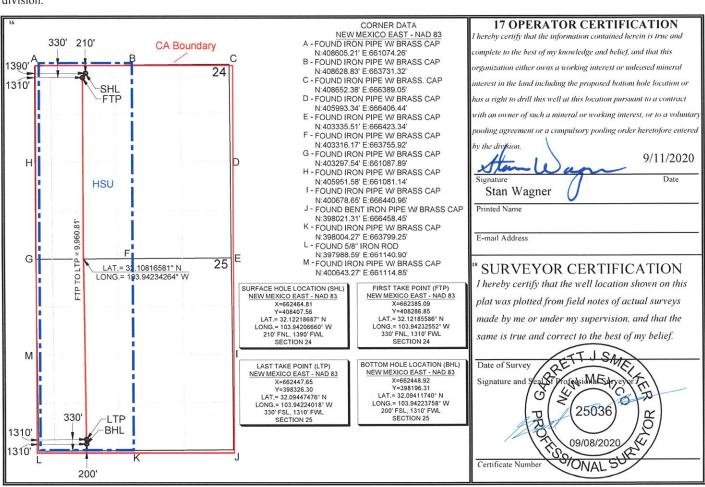
WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 2 Pool Code 30-015- 47753 98220		A CONTRACTOR OF THE CONTRACTOR	3 Pool Name Purple Sage; Wolfcamp (C	as)		
4 Property Code		5 Property Name CABO WABO FEDERAL COM				
7 OGRID No. 217955		8 Operator Name COG PRODUCTION LLC				

¹⁰ Surface Location

Surface Education									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
С	24	25-S	29-E		210'	NORTH	1390'	WEST	EDDY
	" Bottom Hole Location If Different From Surface								
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
М	25	25-S	29-Е		200'	SOUTH	1310'	WEST	EDDY
12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No.									
640									

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.



Intent	X	As Drill	ed											
API# 30-0	15-													
	rator Nar	ne:				Prop	erty Na	ame:						Well Number
COG Production LLC Cabo Wabo Federal Com									805H					
Kick O	off Point	(KOP)												
UL C	Section 24	Township 25S	Range 29E	Lot	Feet		From N	/S	Feet		From	E/W	County Eddy	
Latitu					Longitud	de							NAD 83	
First T	Take Poir	nt (FTP)												
UL C	Section 24	Township 25S	Range 29E	Lot	Feet 330		From N North	/S	Feet 131	·	From	E/W st	County Eddy	
Latitu	ide 121855	586			Longitu		3255	2					NAD 8	33
02.	12 1000				100.		0200	_					· · · · · ·	
Last T	ake Poin	t (LTP)												
UL M	Section 25	Township 25S	Range 29E	Lot	Feet 330	Fron	n N/S Ith	Feet		From	. 82	Coun		-
Latitu	The second second			l	Longitu	1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 -								
32.0	J34412	+70			-105.	.542	2401	0				INAL	<i>5</i> 00	
Is this	well the	e defining v	well for th	e Hori	zontal Sp	pacing	g Unit?		VO					
Is this	s well an	infill well?		YES										
											· · ·	S - C''	11 £-	
	II is yes p ng Unit.	lease prov	ide API if	availa	ble, Opei	rator	Name	and \	vell n	iumbe	rtori	Jetini	ng well to	or Horizontal
API#			7											
	015- erator Na	me:				Prop	perty N	lame	:					Well Number
CO	G Prod	uction LL	.C			Cab	o Wa	ıbo f	ede	ral C	om			705H
														KZ 06/29/2018

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: COG Operating LLC LEASE NO.: NMNM-120895

WELL NAME & NO.: | Cabo Wabo Federal Com 805H

SURFACE HOLE FOOTAGE: | 0210' FNL & 1390' FWL

BOTTOM HOLE FOOTAGE | 0200' FSL & 1310' FWL Sec. 25, T.25 S., R.29 E.

LOCATION: | Section 24, T.25 S., R.29 E., NMPM

COUNTY: | **Eddy County, New Mexico**

COA

H2S	C Yes	© No	
Potash	None	© Secretary	© R-111-P
Cave/Karst Potential	• Low	© Medium	C High
Cave/Karst Potential	Critical		
Variance	O None	• Flex Hose	Other Other
Wellhead	Conventional	© Multibowl	C Both
Other	□4 String Area	☐ Capitan Reef	□WIPP
Other	☐ Fluid Filled	☐ Cement Squeeze	☐ Pilot Hole
Special Requirements	☐ Water Disposal	▼ COM	□ Unit

Possible water flows in the Salado and Castile.

Possible lost circulation in the Rustler, Red Beds, and Delaware.

A. HYDROGEN SULFIDE

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

B. CASING

- 1. The **10-3/4** inch surface casing shall be set at approximately **755** feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
 - d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the **7-5/8** inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above.
- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000** (**5M**) psi.
- 3. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be 10,000 (10M) psi. Variance approved to use a 5M annular. The annular must be tested to 3500 psi.

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

Page 3 of 7

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - ☑ Eddy CountyCall the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 4. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 5. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 6. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).

- c. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- d. The results of the test shall be reported to the appropriate BLM office.
- e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- g. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

JAM 11092020

1. Geologic Formations

TVD of target	11,484' EOL	Pilot hole depth	NA
MD at TD:	21,614'	Deepest expected fresh water:	65'

Formation	Depth (TVD) from KB	Water/Mineral Bearing/ Target Zone?	Hazards*
Quaternary Fill	Surface	Water	
Rustler	794	Water	
Top of Salt	954	Salt	
Base of Salt	3056	Salt	
Lamar	3307	Salt Water	
Bell Canyon	3350	Salt Water	
Cherry Canyon	4245	Oil/Gas	
Brushy Canyon	5437	Oil/Gas	
Bone Spring Lime	7148	Oil/Gas	
1st Bone Spring Sand	8091	Oil/Gas	
2nd Bone Spring Sand	8703	Oil/Gas	
3rd Bone Spring Sand	10009	Oil/Gas	
Wolfcamp	10383	Oil/Gas	
Wolfcamp B	10829	Oil/Gas	
Wolfcamp D	11379	Target Oil/Gas	

2. Casing Program

Hole Size	Casing	Interval	Csg. Size	Weight	Grade	Conn.	SF	SF Burst	SF	SF
Tiole Size	From	То	Csg. Size	(lbs)	Grade	COIIII.	Collapse	3i Buist	Body	Joint
14.75"	0	755	10.75"	45.5	N80	BTC	7.15	1.67	30.27	31.93
9.875"	0	8500	7.625"	29.7	HCL80	BTC	1.56	1.16	2.88	2.90
8.750''	8500	10800	7.625"	29.7	HCP110	TL-FJ	1.39	1.20	2.93	2.05
6.75"	0	10600	5.5"	20	P110	BTC	1.49	2.00	2.79	2.90
6.75"	10600	21,614	5.5"	20	P110	SF	1.49	2.00	2.79	2.90
,				BLM Minimum Safety Factor			1.125	1	1.6 Dry 1.8 Wet	1.6 Dry 1.8 Wet

Intermediate casing will be kept at least 1/3 full while running casing.to mitigate collapse. Surface burst based on 0.7 frac gradient at the shoe with Gas Gradient 0.1 psi/ft to surface and All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

The 5" casing will be run back 200' into the intermediate casing to ensure the coupling OD clearance is greater than .422" for the cement bond tie in.

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Υ
Does casing meet API specifications? If no, attach casing specification sheet.	Υ
Is premium or uncommon casing planned? If yes attach casing specification sheet.	Υ
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Υ
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary?	
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back	
500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	
	.
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	- 13
in yes, are there three strings comented to surface:	

3. Cementing Program

Casing	# Sks	Wt. lb/	Yld ft3/ sack	H₂0 gal/sk	500# Comp. Strength (hours)	Slurry Description
Surf.	360	13.5	1.75	9	12	Lead: Class C + 4% Gel + 1% CaCl2
Suii.	250	14.8	1.34	6.34	8	Tail: Class C + 2% CaCl2
Inter.	810	10.3	3.3	22	24	Halliburton tunded light
Stage 1	250	14.8	1.35	6.6	8	Tail: Class H
Prod	492	12.7	2	10.7	72	Lead: 50:50:10 H Blend
riou	1039	14.4	1.24	5.7	19	Tail: 50:50:2 Class H Blend

If losses are encountered in the intermediate section a DV/ECP tool will be run ~50' above the Lamar Lime top, cement will be adjusted accordingly if this contingency is necessary.

Volumes Subject to Observed Hole Conditions and/or Fluid Caliper Results Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Casing String	TOC	% Excess
Surface	0'	50%
1 st Intermediate	0'	50%
Production	8,000'	35% OH in Lateral (KOP to EOL)

4. Pressure Control Equipment

N A variance is requested for the use of a diverter on the surface casing. See attached for schematic.

BOP installed and tested before drilling which hole?	Size?	Size? Min. Required WP		Туре		Tested to:				
			Ann	ular	Х	2500psi				
	13-5/8"	5M	Blind Ram		Х	5000pgi				
9-7/8"			Pipe Ram		Х					
							Double	e Ram	Х	5000psi
			Other*							
			5M Ar	nnular	Х	5000psi				
	13-5/8"				Blind	Ram	Х			
6-3/4"		10M	10M Pipe Ram		Х	10000==:				
				Double	e Ram	Χ	10000psi			
			Other*							

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

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 will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

	Formation integrity test will be performed per Onshore Order #2.						
Y	On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.						
Y	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.						
	N Are anchors required by manufacturer?						
Y	A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.						

5. Mud Program

	Depth	Type	Weight	Viscosity	Water Loss	
From	From To		(ppg)	Viscosity	Water Loss	
0	Surf. Shoe	FW Gel	8.6 - 8.8	28-34	N/C	
Surf csg	9-5/8" Int shoe	Brine Diesel Emulsion	8.4 - 9	28-34	N/C	
7-5/8" Int shoe	Lateral TD	OBM	9.6 - 12.5	35-45	<20	

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

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring

6. Logging and Testing Procedures

Logging, Coring and Testing.	
Υ	Will run GR/CNL from TD to surface (horizontal well – vertical portion of hole). Stated logs run will be in the Completion Report and submitted to the BLM.
Υ	No Logs are planned based on well control or offset log information.
N	Drill stem test? If yes, explain.
N	Coring? If yes, explain.

Additional logs planned		Interval			
N	Resistivity	Pilot Hole TD to ICP			
N	Density	Pilot Hole TD to ICP			
Υ	CBL	Production casing (If cement not circulated to surface)			
Υ	Mud log	Intermediate shoe to TD			
N	PEX				

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	7465 psi at 11484' TVD
Abnormal Temperature	NO 170 Deg. F.

No abnormal pressure or temperature conditions are anticipated. Sufficient mud materials to maintain mud properties and weight increase requirements will be kept on location at all times.

Sufficient supplies of Paper/LCM for periodic sweeps to control seepage and losses will be maintained on location.

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

N	H2S is present
Y	H2S Plan attached

8. Other Facets of Operation

Y	Is it a walking operation?
Y	Is casing pre-set?

Х	H2S Plan.
Х	BOP & Choke Schematics.
Х	Directional Plan

DELAWARE BASIN WEST

ATLAS PROSPECT (NM-E)
CABO WABO FEDERAL PROJECT (ATLAS 2529)
CABO WABO FED COM #805H

OWB

Plan: PWP1

Standard Survey Report

09 September, 2020

Survey Report

Company: **DELAWARE BASIN WEST** ATLAS PROSPECT (NM-E) Project:

Site: CABO WABO FEDERAL PROJECT (ATLAS

2529)

Well: CABO WABO FED COM #805H

OWB Wellbore:

PWP1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

Database:

Well CABO WABO FED COM#805H

KB=30' @ 3183.0usft (TBD) KB=30' @ 3183.0usft (TBD)

North Reference: Grid

Survey Calculation Method:

Minimum Curvature

edm

Project ATLAS PROSPECT (NM-E)

Map System: Geo Datum:

Design:

US State Plane 1927 (Exact solution)

NAD 1927 (NADCON CONUS)

Map Zone: New Mexico East 3001 System Datum:

Mean Sea Level

Well CABO WABO FED COM #805H

Well Position +N/-S 0.0 usft

+E/-W

0.0 usft

Northing: Easting:

621,279.86 usft

408,349.39 usft

Latitude: Longitude:

32° 7' 19.426 N 103° 56' 29.698 W

Position Uncertainty 3.0 usft Wellhead Elevation: **Ground Level:** usf 3,153.0 usft

Wellbore **OWB**

Declination Dip Angle Field Strength **Magnetics Model Name** Sample Date (°) (°) (nT) 47,487.83013942 IGRF2020 7/31/2020 6.81 59.78

PWP1 Design

Audit Notes:

PLAN 0.0 Version: Tie On Depth: Phase:

Vertical Section: Depth From (TVD) +N/-S +E/-W **Direction** (usft) (usft) (usft) (°) 0.0 0.0 180.09 0.0

Survey Tool Program

Date 9/9/2020

From То

(usft) (usft) Survey (Wellbore) **Tool Name** Description

0.0 10,915.5 PWP1 (OWB) Standard Keeper 104 Standard Wireline Keeper ver 1.0.4 10,915.5 21,613.9 PWP1 (OWB) MWD+IFR1+FDIR OWSG MWD + IFR1 + FDIR Correction

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)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	0.00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	0.008	0.0	0.0	0.0	0.00	0.00	0.00
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	0.00
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	0.00

Survey Report

Company: DELAWARE BASIN WEST Project: ATLAS PROSPECT (NM-E)

Site: CABO WABO FEDERAL PROJECT (ATLAS

2529)

Well: CABO WABO FED COM #805H

Wellbore: OWB
Design: PWP1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

Well CABO WABO FED COM#805H KB=30' @ 3183.0usft (TBD)

KB=30' @ 3183.0usft (TBD) KB=30' @ 3183.0usft (TBD)

North Reference:

Survey Calculation Method:

Database:

Grid

Minimum Curvature

sigii.	VF I			Database	7.		eum		
anned 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)
1,400.0	0.00	0.00	1,400.0	0.0	0.0	0.0	0.00	0.00	0.00
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00
1,600.0	0.00	0.00	1,600.0	0.0	0.0	0.0	0.00	0.00	0.00
1,700.0	0.00	0.00	1,700.0	0.0	0.0	0.0	0.00	0.00	0.00
1,800.0	0.00	0.00	1,800.0	0.0	0.0	0.0	0.00	0.00	0.00
1,900.0	0.00	0.00	1,900.0	0.0	0.0	0.0	0.00	0.00	0.00
2,000.0	0.00	0.00	2,000.0	0.0	0.0	0.0	0.00	0.00	0.00
2,100.0	0.00	0.00	2,100.0	0.0	0.0	0.0	0.00	0.00	0.00
2,200.0	0.00	0.00	2,200.0	0.0	0.0	0.0	0.00	0.00	0.00
2,300.0	0.00	0.00	2,300.0	0.0	0.0	0.0	0.00	0.00	0.00
2,400.0	0.00	0.00	2,400.0	0.0	0.0	0.0	0.00	0.00	0.00
2,500.0	0.00	0.00	2,500.0	0.0	0.0	0.0	0.00	0.00	0.00
Start Build									
2,600.0	2.00	332.86	2,600.0	1.6	-0.8	-1.6	2.00	2.00	0.00
2,650.0	3.00	332.86	2,649.9	3.5	-1.8	-3.5	2.00	2.00	0.00
Start 3285	.2 hold at 2650).0 MD							
2,700.0	3.00	332.86	2,699.9	5.8	-3.0	-5.8	0.00	0.00	0.00
2,800.0	3.00	332.86	2,799.7	10.5	-5.4	-10.5	0.00	0.00	0.00
2,900.0	3.00	332.86	2,899.6	15.1	-7.8	-15.1	0.00	0.00	0.00
3,000.0	3.00	332.86	2,999.5	19.8	-10.1	-19.8	0.00	0.00	0.00
3,100.0	3.00	332.86	3,099.3	24.5	-12.5	-24.4	0.00	0.00	0.00
3,200.0	3.00	332.86	3,199.2	29.1	-14.9	-29.1	0.00	0.00	0.00
3,300.0	3.00	332.86	3,299.0	33.8	-17.3	-33.7	0.00	0.00	0.00
3,400.0	3.00	332.86	3,398.9	38.4	-19.7	-38.4	0.00	0.00	0.00
3,500.0	3.00	332.86	3,498.8	43.1	-22.1	-43.0	0.00	0.00	0.00
3,600.0	3.00	332.86	3,598.6	47.7	-24.5	-47.7	0.00	0.00	0.00
3,700.0	3.00	332.86	3,698.5	52.4	-26.9	-52.4	0.00	0.00	0.00
3,800.0	3.00	332.86	3,798.4	57.1	-29.2	-57.0	0.00	0.00	0.00
3,900.0	3.00	332.86	3,898.2	61.7	-31.6	-61.7	0.00	0.00	0.00
4,000.0	3.00	332.86	3,998.1	66.4	-34.0	-66.3	0.00	0.00	0.00
4,100.0	3.00	332.86	4,097.9	71.0	-36.4	-71.0	0.00	0.00	0.00
4,200.0	3.00	332.86	4,197.8	75.7	-38.8	-75.6	0.00	0.00	0.00
4,300.0	3.00	332.86	4,297.7	80.3	-41.2	-80.3	0.00	0.00	0.00
4,400.0	3.00	332.86	4,397.5	85.0	-43.6	-84.9	0.00	0.00	0.00
4,500.0	3.00	332.86	4,497.4	89.7	-46.0	-89.6	0.00	0.00	0.00
4,600.0	3.00	332.86	4,597.3	94.3	-48.3	-94.2	0.00	0.00	0.00
4,700.0	3.00	332.86	4,697.1	99.0	-50.7	-98.9	0.00	0.00	0.00
4,800.0	3.00	332.86	4,797.0	103.6	-53.1	-103.5	0.00	0.00	0.00
4,900.0	3.00	332.86	4,896.8	108.3	-55.5	-108.2	0.00	0.00	0.00
5,000.0	3.00	332.86	4,996.7	112.9	-57.9	-112.9	0.00	0.00	0.00
5,100.0	3.00	332.86	5,096.6	117.6	-60.3	-117.5	0.00	0.00	0.00
5,200.0	3.00	332.86	5,196.4	122.3	-62.7	-122.2	0.00	0.00	0.00
5,300.0	3.00	332.86	5,296.3	126.9	-65.0	-126.8	0.00	0.00	0.00

Survey Report

Company: DELAWARE BASIN WEST Project: ATLAS PROSPECT (NM-E)

Site: CABO WABO FEDERAL PROJECT (ATLAS

2529)

Well: CABO WABO FED COM #805H

Wellbore: OWB
Design: PWP1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

Well CABO WABO FED COM#805H KB=30' @ 3183.0usft (TBD)

KB=30' @ 3183.0usft (TBD)

North Reference:

Survey Calculation Method:

Database:

Grid

Minimum Curvature

ngii.				Databast					
nned 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)
5,400.0	3.00	332.86	5,396.2	131.6	-67.4	-131.5	0.00	0.00	0.00
5,500.0	3.00	332.86	5,496.0	136.2	-69.8	-136.1	0.00	0.00	0.00
5,600.0	3.00	332.86	5,595.9	140.9	-72.2	-140.8	0.00	0.00	0.00
5,700.0	3.00	332.86	5,695.8	145.5	-74.6	-145.4	0.00	0.00	0.00
5,800.0	3.00	332.86	5,795.6	150.2	-77.0	-150.1	0.00	0.00	0.00
5,900.0	3.00	332.86	5,895.5	154.9	-79.4	-154.7	0.00	0.00	0.00
5,935.2	3.00	332.86	5,930.7	156.5	-80.2	-156.4	0.00	0.00	0.00
Start Drop	-2.00								
6,000.0	1.70	332.86	5,995.4	158.9	-81.4	-158.7	2.00	-2.00	0.00
6,085.2	0.00	0.00	6,080.6	160.0	-82.0	-159.9	2.00	-2.00	0.00
	.5 hold at 6085								
6,100.0	0.00	0.00	6,095.4	160.0	-82.0	-159.9	0.00	0.00	0.00
6,200.0	0.00	0.00	6,195.4	160.0	-82.0	-159.9	0.00	0.00	0.00
6,300.0	0.00	0.00	6,295.4	160.0	-82.0	-159.9	0.00	0.00	0.00
6,400.0	0.00	0.00	6,395.4	160.0	-82.0	-159.9	0.00	0.00	0.00
6,500.0	0.00	0.00	6,495.4	160.0	-82.0	-159.9	0.00	0.00	0.00
6,600.0	0.00	0.00	6,595.4	160.0	-82.0	-159.9	0.00	0.00	0.00
6,700.0	0.00	0.00	6,695.4	160.0	-82.0	-159.9	0.00	0.00	0.00
6,800.0	0.00	0.00	6,795.4	160.0	-82.0	-159.9	0.00	0.00	0.00
6,900.0	0.00	0.00	6,895.4	160.0	-82.0	-159.9	0.00	0.00	0.00
7,000.0	0.00	0.00	6,995.4	160.0	-82.0	-159.9	0.00	0.00	0.00
7,100.0	0.00	0.00	7,095.4	160.0	-82.0	-159.9	0.00	0.00	0.00
7,200.0	0.00	0.00	7,195.4	160.0	-82.0	-159.9	0.00	0.00	0.00
7,300.0	0.00	0.00	7,295.4	160.0	-82.0	-159.9	0.00	0.00	0.00
7,400.0	0.00	0.00	7,395.4	160.0	-82.0	-159.9	0.00	0.00	0.00
7,500.0	0.00	0.00	7,495.4	160.0	-82.0	-159.9	0.00	0.00	0.00
7,600.0	0.00	0.00	7,595.4	160.0	-82.0	-159.9	0.00	0.00	0.00
7,700.0	0.00	0.00	7,695.4	160.0	-82.0	-159.9	0.00	0.00	0.00
7,800.0	0.00	0.00	7,795.4	160.0	-82.0	-159.9	0.00	0.00	0.00
7,900.0	0.00	0.00	7,895.4	160.0	-82.0	-159.9	0.00	0.00	0.00
8,000.0	0.00	0.00	7,995.4 8,005.4	160.0	-82.0	-159.9	0.00	0.00	0.00
8,100.0	0.00	0.00	8,095.4	160.0	-82.0	-159.9	0.00	0.00	0.00
8,200.0	0.00	0.00	8,195.4	160.0	-82.0	-159.9	0.00	0.00	0.00
8,300.0	0.00	0.00	8,295.4	160.0	-82.0	-159.9	0.00	0.00	0.00
8,400.0	0.00	0.00	8,395.4	160.0	-82.0	-159.9	0.00	0.00	0.00
8,500.0	0.00	0.00	8,495.4	160.0	-82.0	-159.9	0.00	0.00	0.00
8,600.0	0.00	0.00	8,595.4	160.0	-82.0	-159.9	0.00	0.00	0.00
8,700.0	0.00	0.00	8,695.4	160.0	-82.0	-159.9	0.00	0.00	0.00
8,800.0	0.00	0.00	8,795.4	160.0	-82.0	-159.9	0.00	0.00	0.00
8,900.0	0.00	0.00	8,895.4	160.0	-82.0	-159.9	0.00	0.00	0.00
9,000.0 9,100.0	0.00 0.00	0.00 0.00	8,995.4 9,095.4	160.0 160.0	-82.0 -82.0	-159.9 -159.9	0.00 0.00	0.00 0.00	0.00 0.00
9,100.0	0.00	0.00	ə,0 9 0.4	100.0	-02.0	-109.9	0.00	0.00	0.00

Survey Report

Company: DELAWARE BASIN WEST Project: ATLAS PROSPECT (NM-E)

Site: CABO WABO FEDERAL PROJECT (ATLAS

2529)

Well: CABO WABO FED COM #805H

Wellbore: OWB
Design: PWP1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

Well CABO WABO FED COM#805H

KB=30' @ 3183.0usft (TBD) KB=30' @ 3183.0usft (TBD)

North Reference:

Survey Calculation Method:

Database:

Grid

Minimum Curvature

esign.	/F I			Database	•				
lanned 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)
9,200.0	0.00	0.00	9,195.4	160.0	-82.0	-159.9	0.00	0.00	0.00
9,300.0	0.00	0.00	9,295.4	160.0	-82.0	-159.9	0.00	0.00	0.00
9,400.0	0.00	0.00	9,395.4	160.0	-82.0	-159.9	0.00	0.00	0.00
9,500.0	0.00	0.00	9,495.4	160.0	-82.0	-159.9	0.00	0.00	0.00
9,600.0	0.00	0.00	9,595.4	160.0	-82.0	-159.9	0.00	0.00	0.00
9,700.0	0.00	0.00	9,695.4	160.0	-82.0	-159.9	0.00	0.00	0.00
9,800.0	0.00	0.00	9,795.4	160.0	-82.0	-159.9	0.00	0.00	0.00
9,900.0	0.00	0.00	9,895.4	160.0	-82.0	-159.9	0.00	0.00	0.00
10,000.0	0.00	0.00	9,995.4	160.0	-82.0	-159.9	0.00	0.00	0.00
10,100.0	0.00	0.00	10,095.4	160.0	-82.0	-159.9	0.00	0.00	0.00
10,200.0	0.00	0.00	10,195.4	160.0	-82.0	-159.9	0.00	0.00	0.00
10,300.0	0.00	0.00	10,295.4	160.0	-82.0	-159.9	0.00	0.00	0.00
10,400.0	0.00	0.00	10,395.4	160.0	-82.0	-159.9	0.00	0.00	0.00
10,500.0	0.00	0.00	10,495.4	160.0	-82.0	-159.9	0.00	0.00	0.00
10,600.0	0.00	0.00	10,595.4	160.0	-82.0	-159.9	0.00	0.00	0.00
10,700.0	0.00	0.00	10,695.4	160.0	-82.0	-159.9	0.00	0.00	0.00
10,800.0	0.00	0.00	10,795.4	160.0	-82.0	-159.9	0.00	0.00	0.00
10,900.0	0.00	0.00	10,895.4	160.0	-82.0	-159.9	0.00	0.00	0.00
10,915.7	0.00	0.00	10,911.1	160.0	-82.0	-159.9	0.00	0.00	0.00
	10.00 TFO 179				02.0		0.00	0.00	0.00
11,000.0	8.43	179.64	10,995.1	153.8	-82.0	-153.7	10.00	10.00	0.00
11,100.0	18.43	179.64	11,092.2	130.6	-81.8	-130.5	10.00	10.00	0.00
11,200.0	28.43	179.64	11,183.8	90.9	-81.6	-90.8	10.00	10.00	0.00
11,300.0	38.43	179.64	11,267.2	35.9	-81.2	-35.8	10.00	10.00	0.00
11,400.0	48.43	179.64	11,339.7	-32.7	-80.8	32.9	10.00	10.00	0.00
11,500.0	58.43	179.64	11,399.2	-113.0	-80.3	113.1	10.00	10.00	0.00
11,600.0	68.43	179.64	11,443.9	-202.3	-79.7	202.4	10.00	10.00	0.00
11,700.0	78.43	179.64	11,472.4	-298.0	-79.1	298.1	10.00	10.00	0.00
11,800.0	88.43	179.64	11,483.8	-397.2	-78.5	397.3	10.00	10.00	0.00
11,819.3	90.35	179.64	11,484.0	-416.5	-78.3	416.6	10.00	10.00	0.00
	0 hold at 1181		,						
11,900.0	90.35	179.64	11,483.6	-497.2	-77.8	497.3	0.00	0.00	0.00
12,000.0	90.35	179.64	11,482.9	-597.2	-77.2	597.3	0.00	0.00	0.00
12,100.0	90.35	179.64	11,482.3	-697.2	-76.6	697.3	0.00	0.00	0.00
12,200.0	90.35	179.64	11,481.7	-797.2	-75.9	797.3	0.00	0.00	0.00
12,300.0	90.35	179.64	11,481.1	-897.2	-75.3	897.3	0.00	0.00	0.00
12,400.0	90.35	179.64	11,480.5	-997.2	-74.7	997.3	0.00	0.00	0.00
12,500.0	90.35	179.64	11,479.9	-1,097.2	-74.0	1,097.3	0.00	0.00	0.00
12,600.0	90.35	179.64	11,479.3	-1,197.2	-73.4	1,197.3	0.00	0.00	0.00
12,700.0	90.35	179.64	11,478.6	-1,297.2	-72.7	1,297.3	0.00	0.00	0.00
12,800.0	90.35	179.64	11,478.0	-1,397.2	-72.1 -72.1	1,397.3	0.00	0.00	0.00
12,900.0	90.35	179.64	11,477.4	-1,497.2	-72.1 -71.5	1,497.3	0.00	0.00	0.00
13,000.0	90.35	179.64	11,476.8	-1,597.2	-70.8	1,597.3	0.00	0.00	0.00

Survey Report

Company: DELAWARE BASIN WEST Project: ATLAS PROSPECT (NM-E)

Site: CABO WABO FEDERAL PROJECT (ATLAS

2529)

Well: CABO WABO FED COM #805H

Wellbore: OWB
Design: PWP1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

Well CABO WABO FED COM#805H KB=30' @ 3183.0usft (TBD)

KB=30' @ 3183.0usft (TBD) KB=30' @ 3183.0usft (TBD)

North Reference:

Survey Calculation Method:

Database:

Grid

Minimum Curvature

Design: P\	WP1			Database	9 :		edm		
lanned 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)
13,100.0	90.35	179.64	11,476.2	-1,697.2	-70.2	1,697.3	0.00	0.00	0.00
13,200.0	90.35	179.64	11,475.6	-1,797.2	-69.6	1,797.3	0.00	0.00	0.00
13,300.0	90.35	179.64	11,475.0	-1,897.1	-68.9	1,897.3	0.00	0.00	0.00
13,400.0		179.64	11,474.4	-1,997.1	-68.3	1,997.3	0.00	0.00	0.00
13,500.0	90.35	179.64	11,473.7	-2,097.1	-67.7	2,097.2	0.00	0.00	0.00
13,600.0	90.35	179.64	11,473.1	-2,197.1	-67.0	2,197.2	0.00	0.00	0.00
13,700.0	90.35	179.64	11,472.5	-2,297.1	-66.4	2,297.2	0.00	0.00	0.00
13,800.0	90.35	179.64	11,471.9	-2,397.1	-65.8	2,397.2	0.00	0.00	0.00
13,900.0	90.35	179.64	11,471.3	-2,497.1	-65.1	2,497.2	0.00	0.00	0.00
14,000.0	90.35	179.64	11,470.7	-2,597.1	-64.5	2,597.2	0.00	0.00	0.00
14,100.0		179.64	11,470.1	-2,697.1	-63.9	2,697.2	0.00	0.00	0.00
14,200.0		179.64	11,469.5	-2,797.1	-63.2	2,797.2	0.00	0.00	0.00
14,300.0		179.64	11,468.8	-2,897.1	-62.6	2,897.2	0.00	0.00	0.00
14,400.0		179.64	11,468.2	-2,997.1	-62.0	2,997.2	0.00	0.00	0.00
14,500.0	90.35	179.64	11,467.6	-3,097.1	-61.3	3,097.2	0.00	0.00	0.00
14,600.0		179.64	11,467.0	-3,197.1	-60.7	3,197.2	0.00	0.00	0.00
14,700.0		179.64	11,466.4	-3,297.1	-60.1	3,297.2	0.00	0.00	0.00
14,800.0		179.64	11,465.8	-3,397.1	-59.4	3,397.2	0.00	0.00	0.00
14,900.0		179.64	11,465.2	-3,497.1	-58.8	3,497.2	0.00	0.00	0.00
15,000.0	90.35	179.64	11,464.5	-3,597.1	-58.1	3,597.2	0.00	0.00	0.00
15,100.0		179.64	11,463.9	-3,697.1	-57.5	3,697.2	0.00	0.00	0.00
15,200.0		179.64	11,463.3	-3,797.1	-56.9	3,797.2	0.00	0.00	0.00
15,300.0		179.64	11,462.7	-3,897.1	-56.2	3,897.2	0.00	0.00	0.00
15,400.0		179.64	11,462.1	-3,997.1	-55.6	3,997.2	0.00	0.00	0.00
15,500.0	90.35	179.64	11,461.5	-4,097.1	-55.0	4,097.1	0.00	0.00	0.00
15,600.0		179.64	11,460.9	-4,197.1	-54.3	4,197.1	0.00	0.00	0.00
15,700.0		179.64	11,460.3	-4,197.1 -4,297.1	-54.5 -53.7	4,197.1	0.00	0.00	0.00
15,800.0		179.64	11,459.6	-4,297.1 -4,397.1	-53.1	4,397.1	0.00	0.00	0.00
15,900.0		179.64	11,459.0	-4,397.1 -4,497.0	-53.1 -52.4	4,397.1	0.00	0.00	0.00
16,000.0	90.35	179.64	11,458.4	-4,597.0	-51.8	4,597.1	0.00	0.00	0.00
16,100.0		179.64	11,457.8	-4,697.0	-51.2	4,697.1	0.00	0.00	0.00
16,200.0		179.64	11,457.0	-4,097.0 -4,797.0	-50.5	4,797.1	0.00	0.00	0.00
16,300.0		179.64	11,456.6	-4,797.0 -4,897.0	-30.3 -49.9	4,797.1	0.00	0.00	0.00
16,400.0		179.64	11,456.0	-4,997.0 -4,997.0	-49.3	4,997.1	0.00	0.00	0.00
16,500.0	90.35	179.64	11,455.4	-5,097.0	-48.6	5,097.1	0.00	0.00	0.00
16,600.0		179.64	11,454.7	-5,097.0 -5,197.0	-48.0	5,197.1	0.00	0.00	0.00
16,700.0		179.64	11,454.1	-5,197.0 -5,297.0	-46.0 -47.4	5,197.1	0.00	0.00	0.00
16,800.0		179.64	11,454.1	-5,297.0 -5,397.0	-47.4 -46.7	5,297.1	0.00	0.00	0.00
16,900.0		179.64	11,453.5	-5,397.0 -5,497.0	-46.7 -46.1	5,397.1	0.00	0.00	0.00
17,000.0	90.35	179.64	11,452.3	-5,597.0	-45.5	5,597.1	0.00	0.00	0.00
17,000.0			•						
		179.64	11,451.7	-5,697.0	-44.8	5,697.1	0.00	0.00	0.00
17,200.0		179.64	11,451.1	-5,797.0 5,907.0	-44.2	5,797.1	0.00	0.00	0.00
17,300.0	90.35	179.64	11,450.4	-5,897.0	-43.5	5,897.1	0.00	0.00	0.00

Survey Report

Company: DELAWARE BASIN WEST Project: ATLAS PROSPECT (NM-E)

Site: CABO WABO FEDERAL PROJECT (ATLAS

2529)

Well: CABO WABO FED COM #805H

Wellbore: OWB
Design: PWP1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

Well CABO WABO FED COM#805H KB=30' @ 3183.0usft (TBD)

KB=30' @ 3183.0usft (TBD)

North Reference:

Survey Calculation Method:

Database:

Grid

Minimum Curvature

esign:	PWP1			Database	.		eam		
anned Survey									
Measured Depth (usft)	i Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
17,400.	0 90.35	179.64	11,449.8	-5,997.0	-42.9	5,997.0	0.00	0.00	0.00
17,500.	0 90.35	179.64	11,449.2	-6,097.0	-42.3	6,097.0	0.00	0.00	0.00
17,600.		179.64	11,448.6	-6,197.0	-41.6	6,197.0	0.00	0.00	0.00
17,700.	0 90.35	179.64	11,448.0	-6,297.0	-41.0	6,297.0	0.00	0.00	0.00
17,800.	0 90.35	179.64	11,447.4	-6,397.0	-40.4	6,397.0	0.00	0.00	0.00
17,900.	.0 90.35	179.64	11,446.8	-6,497.0	-39.7	6,497.0	0.00	0.00	0.00
18,000.	.0 90.35	179.64	11,446.2	-6,597.0	-39.1	6,597.0	0.00	0.00	0.00
18,100.	0 90.35	179.64	11,445.5	-6,697.0	-38.5	6,697.0	0.00	0.00	0.00
18,200.	0 90.35	179.64	11,444.9	-6,797.0	-37.8	6,797.0	0.00	0.00	0.00
18,300.	.0 90.35	179.64	11,444.3	-6,897.0	-37.2	6,897.0	0.00	0.00	0.00
18,400.	0 90.35	179.64	11,443.7	-6,997.0	-36.6	6,997.0	0.00	0.00	0.00
18,500.	0 90.35	179.64	11,443.1	-7,096.9	-35.9	7,097.0	0.00	0.00	0.00
18,600.		179.64	11,442.5	-7,196.9	-35.3	7,197.0	0.00	0.00	0.00
18,700.		179.64	11,441.9	-7,296.9	-34.7	7,297.0	0.00	0.00	0.00
18,800.		179.64	11,441.3	-7,396.9	-34.0	7,397.0	0.00	0.00	0.00
18,900.	.0 90.35	179.64	11,440.6	-7,496.9	-33.4	7,497.0	0.00	0.00	0.00
19,000.	.0 90.35	179.64	11,440.0	-7,596.9	-32.8	7,597.0	0.00	0.00	0.00
19,100.	.0 90.35	179.64	11,439.4	-7,696.9	-32.1	7,697.0	0.00	0.00	0.00
19,200.		179.64	11,438.8	-7,796.9	-31.5	7,797.0	0.00	0.00	0.00
19,300.		179.64	11,438.2	-7,896.9	-30.9	7,897.0	0.00	0.00	0.00
19,400.	.0 90.35	179.64	11,437.6	-7,996.9	-30.2	7,996.9	0.00	0.00	0.00
19,500.		179.64	11,437.0	-8,096.9	-29.6	8,096.9	0.00	0.00	0.00
19,600.		179.64	11,436.3	-8,196.9	-28.9	8,196.9	0.00	0.00	0.00
19,700.		179.64	11,435.7	-8,296.9	-28.3	8,296.9	0.00	0.00	0.00
19,800.		179.64	11,435.1	-8,396.9	-27.7	8,396.9	0.00	0.00	0.00
19,900.	0 90.35	179.64	11,434.5	-8,496.9	-27.0	8,496.9	0.00	0.00	0.00
20,000.		179.64	11,433.9	-8,596.9	-26.4	8,596.9	0.00	0.00	0.00
20,100.		179.64	11,433.3	-8,696.9	-25.8	8,696.9	0.00	0.00	0.00
20,200.		179.64	11,432.7	-8,796.9	-25.1	8,796.9	0.00	0.00	0.00
20,300.		179.64	11,432.1	-8,896.9	-24.5	8,896.9	0.00	0.00	0.00
20,400.	0 90.35	179.64	11,431.4	-8,996.9	-23.9	8,996.9	0.00	0.00	0.00
20,500.		179.64	11,430.8	-9,096.9	-23.2	9,096.9	0.00	0.00	0.00
20,600.		179.64	11,430.2	-9,196.9	-22.6	9,196.9	0.00	0.00	0.00
20,700.		179.64	11,429.6	-9,296.9	-22.0	9,296.9	0.00	0.00	0.00
20,800.		179.64	11,429.0	-9,396.9	-21.3	9,396.9	0.00	0.00	0.00
20,900.	0 90.35	179.64	11,428.4	-9,496.9	-20.7	9,496.9	0.00	0.00	0.00
21,000.		179.64	11,427.8	-9,596.8	-20.1	9,596.9	0.00	0.00	0.00
21,100.		179.64	11,427.2	-9,696.8	-19.4	9,696.9	0.00	0.00	0.00
21,200.		179.64	11,426.5	-9,796.8	-18.8	9,796.9	0.00	0.00	0.00
21,300.		179.64	11,425.9	-9,896.8	-18.2	9,896.9	0.00	0.00	0.00
21,400.	0 90.35	179.64	11,425.3	-9,996.8	-17.5	9,996.8	0.00	0.00	0.00
21,500.	.0 90.35	179.64	11,424.7	-10,096.8	-16.9	10,096.8	0.00	0.00	0.00

Survey Report

Company: **DELAWARE BASIN WEST** Project: ATLAS PROSPECT (NM-E)

Site: CABO WABO FEDERAL PROJECT (ATLAS

2529)

Well: CABO WABO FED COM #805H

OWB Wellbore: Design: PWP1 Local Co-ordinate Reference:

Database:

TVD Reference: MD Reference:

Well CABO WABO FED COM #805H

KB=30' @ 3183.0usft (TBD) KB=30' @ 3183.0usft (TBD)

North Reference: Grid

Survey Calculation Method:

Minimum Curvature

edm

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)
21,600.0	90.35	179.64	11,424.1	-10,196.8	-16.3	10,196.8	0.00	0.00	0.00
21,614.2	90.35	179.64	11,424.0	-10,211.0	-16.2	10,211.1	0.00	0.00	0.00
TD at 2161	4.2								

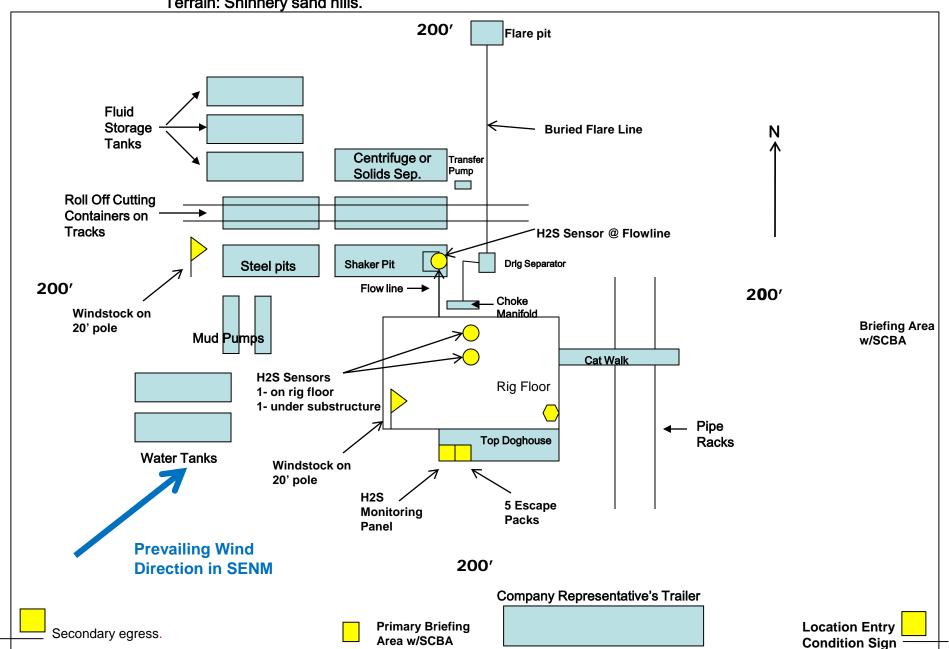
Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
LTP (CABO WABO F - plan misses targ - Point			11,424.0 1484.2usft	-10,081.0 MD (11424.8	-17.4 8 TVD, -1008	398,268.35 31.0 N, -17.0 E)	621,262.42	32° 5' 39.662 N	103° 56' 30.327 W
PBHL (CABO WABO - plan hits target of - Rectangle (sides	center		11,424.0 0.0)	-10,211.0	-16.2	398,138.35	621,263.70	32° 5' 38.375 N	103° 56' 30.317 W
FTP (CABO WABO F - plan misses targ - Circle (radius 50	et center by		11,484.0 11544.9usf	-120.7 ft MD (11421	-79.7 .2 TVD, -152	408,228.69 2.1 N, -80.0 E)	621,200.14	32° 7' 18.235 N	103° 56' 30.630 W

Plan Annotations				
Measured Depth (usft)	Vertical Depth (usft)	Local Coor +N/-S (usft)	dinates +E/-W (usft)	Comment
2500	2500	0	0	Start Build 2.00
2650	2650	3	-2	Start 3285.2 hold at 2650.0 MD
5935	5931	157	-80	Start Drop -2.00
6085	6081	160	-82	Start 4830.5 hold at 6085.2 MD
10,916	10,911	160	-82	Start DLS 10.00 TFO 179.64
11,819	11,484	-416	-78	Start 9795.0 hold at 11819.3 MD
21,614	11,424	-10,211	-16	TD at 21614.2

Checked By:	Approved By:	Date:
Chicolica Dy.	Apploted By.	Bato.

Project: ATLAS PROSPECT (NM-E) **Site: CABO WABO FEDERAL PROJECT (ATLAS 2529)** Well: CABO WABO FED COM #805H Wellbore: OWB Design: PWP1 CONCHO ĞL: 3153.0 KB=30' @ 3183.0usft (TBD) LEASE LINE WELL DETAILS: CABO WABO FED COM #805H CABO WABO 24 FED 5H/AWP Longitude 103° 56' 29.698 W 408349.39 621279.86 32° 7' 19.426 N 0.0 -175-HARD LINE: 330' FNL FTP (CABO WABO FED COM #8(5H) -525-DESIGN TARGET DETAILS -700 Name +E/-W Northing Latitude Longitude 621262.42 103° 56' 30.327 W 11424.0 -10081.0 32° 5' 39.662 N LTP (CABO WABO FED COM #805H) -17.4 398268.35 -875 11424.0 -10211.0 621263.70 PBHL (CABO WABO FED COM #805H) -16.2 398138.35 32° 5′ 38.375 N 103° 56' 30.317 W FTP (CABO WABO FED COM #805H) -120.7 621200.14 11484.0 -79.7 408228.69 32° 7' 18.235 N 103° 56' 30.630 W -1225-10885 Start DLS 10.00 TFO 179.64 10903 10911.1 -1400--1575-10920 -1750-10938 10955 -1925-10973--2100--2275 10990--2450-11008 -2625-11025 11043 -2800 1400--2975 11060-11078 -3150--3325 11113--3675 Start Build 2.00 -3850-11148 **2600** 2649.9 Start 3285.2 hold at 2650.0 MD -4025 -4200-ិ៍<u>ទ</u>ុ 11183 CABO WABO FED COM #805H -4375-**Annotation** -4550-0.00 Start 3285.2 hold at 2650.0 MD -4725-**∮**11235− 0.00 Start 4830.5 hold at 6085.2 MD Start DLS 10.00 TFO 179.64 [⊏]11253− 0.00 10911.1 0.00 -159.9 10.00 179.64 416.6 90.35 179.64 11484.0 Start 9795.0 hold at 11819.3 MD 90.35 179.64 11424.0 -10211.0 0.00 0.00 10211.1 TD at 21614.2 -5250-25 FED ¶H/PILOT HØLE -5425 11305 **Azimuths to Grid Nor** 11323 True North: -0.21 **Magnetic North: 6.60** -5775-11340 Magnetic Fiel 11358-Strength: 47487.8n Dip Angle: 59.78 -6125-11375 Date: 7/31/20 Model: IGRF20 -6300-11393 -6475 11410-5600--6650-11428-Start 9795.0 hold at 11819.3 MD 11445--6825 Start Drop -2.00 Start 4830.5 hold at 6085.2 MD 11463 -7000 -7175--7350-11498-FTP (CABO WABO FED COM #805H) 11515 -7525 -7700-11533--7875 -193 -175 -158 -140 -123 -105 -88 -70 -53 -35 -18 0 18 35 53 70 88 105 123 140 158 175 193 210 228 245 263 280 298 315 333 350 368 385 403 420 438 455 473 490 508 525 543 560 578 595 Vertical Section at 180.09° (35 usft/in) -8225-CABO WABO FED COM #804H/PWP -9225 -8400 Start 4830.5 hold at 6085.2 MD Start Drop -2.00 LEASE LINE -9300-CABO WABO FED COM #704H/PWP -8575 Start 3285.2 hold at 2650.0 MD Start DLS 10.00 TFO 179.64 -9375 -8750--8925--9525--9100--9275--9675 -9450-ਊ -225− -9625-FTP (CABO WABO FED COM #805H) £-300 -9825 ਦੂ -375− HARD LINE: 330' FSL -9900 -9975 LTP (CABO WABO FED COM #805H LTP (CABO WABO FED COM #805H CABO WABO FED COM #706H/PWP -9975 -10150**−** PBHL (CABO WABO FED COM #805) Start 9795.0 hold at 11819.3 MD HARD LINE: 330' FSL o -525--10050--10325-CABO WABO FED COM #806H/PVVP1 LEASE LINE CABO WABO FED COM #504H/PWP1 CABO WABO FED COM #704H/PWF CABO WABO FED COM #805H/PWP1 CABO WABO FED COM #503H/PW PBHL (CABO WABO FED COM #805H) -10675 CABO WABO FED COM #804H/PW CABO WABO FED COM #705H/PWP2 -10275 CABO WABO FED COM #706H/PWP1 -1400-1225-1050 -875 -700 -525 -350 -175 0 175 350 525 700 875 1050 1225 140<mark>0</mark> CABO WABO FED COM #805H/PWF 10600-West(-)/East(+) (350 usft/in) -10350-LEASE LINE CABO WABO FED COM #705H/PW 10800 CABO WABO FED COM #503H/PW -10425 CABO WABO FED COM #504H/PWP1 Start DLS 10.00 TFO 179.64 CABO WABO FED COM #504H/PWP1 -450 -300 -150 0 150 300 450 CABO WABO FED COM #805H/PWP Vertical Section at 180.09° (300 usft/in) -1275-1200-1125-1050 -975 -900 -825 -750 -675 -600 -525 -450 -375 -300 -225 -150 -75 0 75 150 225 -1050,-975,-900,-825,-750,-675,-600,-525,-450,-375,-300,-225,-150,-75, 0, 75, 150, 225, 300, 375, 450, 525 West(-)/East(+) (150 usft/in) West(-)/East(+) (150 usft/in) CABO WABO FED COM #806H/PWP1 CABO WABO FED COM #706H/PWP1 CABO WABO FED COM #705H/PWP2 Start DLS 10.00 TFO 179.64 TRGT WNDW: 11175 10 A/B PBHL (CABO WABO FED COM #805H)]11250 LTP (CABO WABO FED COM #805H) **₫**11325 Start 9795.0 hold at 11819.3 MD 11475 CABO WABO FED COM #805H/PWP1 11550 FTP (CABO WABO FED COM #805H)

Well pad will be 400' x 400' with cellar in center of pad



COG OPERATING LLC HYDROGEN SULFIDE DRILLING OPERATIONS PLAN

1. <u>HYDROGEN SULFIDE TRAINING</u>

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on this well:

- a. The hazards and characteristics of hydrogen sulfide (H₂S).
- b. The proper use and maintenance of personal protective equipment and life support systems.
- c. The proper use of H₂S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
- d. The proper techniques for first aid and rescue procedures.

In addition, supervisory personnel will be trained in the following areas:

- a. The effects of H2S on metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
- b. Corrective action and shut-in procedures when drilling or reworking a well and blowout prevention and well control procedures.
- c. The contents and requirements of the H₂S Drilling Operations Plan and the Public Protection Plan.

There will be an initial training session just prior to encountering a known or probable H2S zone (within 3 days or 500 feet) and weekly H2S and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific H2S Drilling Operations Plan and the Public Protection Plan. This plan shall be available at the well site. All personnel will be required to carry documentation that they have received the proper training.

2. <u>H₂S SAFETY EQUIPMENT AND SYSTEMS</u>

Note: All H₂S safety equipment and systems will be installed, tested, and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating the first zone containing or reasonably expected to contain H2S. If H2S greater than 100 ppm is encountered in the gas stream we will shut in and install H2S equipment.

a. Well Control Equipment:

Flare line.

Choke manifold with remotely operated choke.

Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit.

Auxiliary equipment to include: annular preventer, mud-gas separator, rotating head.

- Protective equipment for essential personnel:
 Mark II Surviveair 30-minute units located in the dog house and at briefing areas.
- c. H2S detection and monitoring equipment:
 2 portable H2S monitor positioned on location for best coverage and response. These units have warning lights and audible sirens when H2S levels of 20 ppm are reached.
- d. Visual warning systems: Caution/Danger signs shall be posted on roads providing direct access to location. Signs will be painted a high visibility yellow with black lettering of sufficient size to be readable at a reasonable distance from the immediate location. Bilingual signs will be used, when appropriate. See example attached.
- e. Mud Program:
 The mud program has been designed to minimize the volume of H2S circulated to the surface.
- f. Metallurgy:
 All drill strings, casings, tubing, wellhead, blowout preventers, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.
- g. Communication:Company vehicles equipped with cellular telephone.

COG OPERATING LLC 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 is necessary.

WARNING

YOU ARE ENTERING AN H₂S AREA AUTHORIZED PERSONNEL ONLY

- 1. BEARDS OR CONTACT LENSES NOT ALLOWED
- 2. HARD HATS REQUIRED
- 3. SMOKING IN DESIGNATED AREAS ONLY
- 4. BE WIND CONSCIOUS AT ALL TIMES
- 5. CK WITH COG OPERATING LLC FOREMAN AT MAIN OFFICE

COG OPERATING LLC

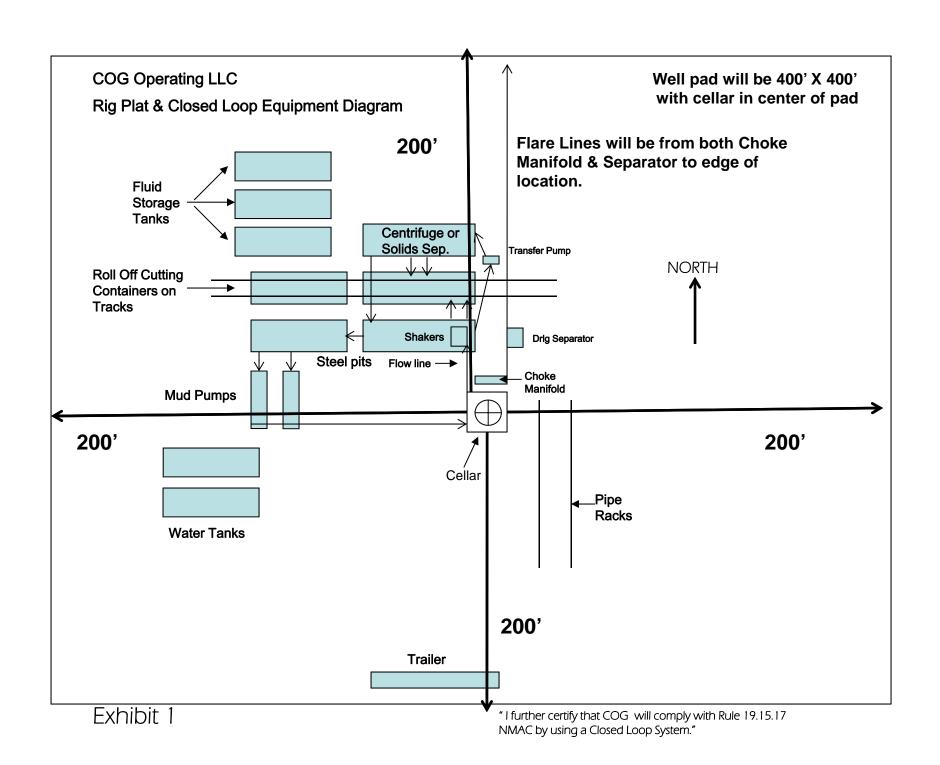
1-575-748-6940

EMERGENCY CALL LIST

	<u>OFFICE</u>	<u>MOBILE</u>
COG OPERATING LLC OFFICE	575-748-6940	
SETH WILD	432-683-7443	432-528-3633
WALTER ROYE	575-748-6940	432-934-1886

EMERGENCY RESPONSE NUMBERS

	<u>OFFICE</u>
STATE POLICE	575-748-9718
EDDY COUNTY SHERIFF	575-746-2701
EMERGENCY MEDICAL SERVICES (AMBULANCE)	911 or 575-746-2701
EDDY COUNTY EMERGENCY MANAGEMENT (HARRY BURGESS)	575-887-9511
STATE EMERGENCY RESPONSE CENTER (SERC)	575-476-9620
CARLSBAD POLICE DEPARTMENT	575-885-2111
CARLSBAD FIRE DEPARTMENT	575-885-3125
NEW MEXICO OIL CONSERVATION DIVISION	575-748-1283
INDIAN FIRE & SAFETY	800-530-8693
HALLIBURTON SERVICES	800-844-8451



District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

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

UAS CALIUNDIDA	GAS	APTURE PLA	N
----------------	-----	------------	---

Date: 9/08/20			
⊠ Original	Operator & OGRID No.:	COG Production LLC, (217955)	
☐ Amended - Reason for Amendment:			

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility – Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Cabo Wabo Federal Com 801H	30-015-	A-24-25S-29E	210' FNL & 1140' FEL	±4200	None Planned	APD Submission Plan Subject to change
Cabo Wabo Federal Com 802H	30-015-	A-24-25S-29E	210' FNL & 1170' FEL	±4200	None Planned	APD Submission Plan Subject to change
Cabo Wabo Federal Com 803H	30-015-	A-24-25S-29E	210' FNL & 1200' FEL	±4200	None Planned	APD Submission Plan Subject to change
Cabo Wabo Federal Com 804H	30-015-	C-24-25S-29E	210' FNL & 1420' FWL	±4200	None Planned	APD Submission Plan Subject to change
Cabo Wabo Federal Com 805H	30-015-	C-24-25S-29E	210' FNL & 1390' FWL	±4200	None Planned	APD Submission Plan Subject to change
Cabo Wabo Federal Com 806H	30-015-	C-24-25S-29E	210' FNL & 1360' FWL	±4200	None Planned	APD Submission Plan Subject to change

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to **ETC Field Services LLC** and will be connected to **Red Bluff** low pressure gathering system located in **Culberson** County, Texas. **COG Operating LLC** provides (periodically) to **ETC Field Services LLC** a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, **COG Operating LLC** and **ETC Field Services LLC** have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at **ETC Field Services LLC** Processing Plant located in Sec. **35**, Blk. **57**, **T2**, **Culberson** County, Texas. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

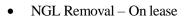
After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on <u>Gas Transporter</u> system at that time. Based on current information, it is <u>Operator's</u> belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas On lease
 - o Gas flared would be minimal, but might be uneconomical to operate when gas volume declines



o Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines