

NM OIL CONSERVATION
ARTESIA DISTRICTUNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

MAY 26 2015

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

SUDDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter abandoned well. Use form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NMLC054988B

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
JENKINS B FEDERAL 159. API Well No.
30-015-33472-00-C110. Field and Pool, or Exploratory
LOCO HILLS GLORIETA-YESO11. County or Parish, and State
EDDY COUNTY, NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well

☐ Oil Well ☐ Gas Well ☒ Other: INJECTION2. Name of Operator
COG OPERATING LLCContact: KANICIA CASTILLO
E-Mail: kcastillo@concho.com3a. Address
ONE CONCHO CENTER 600 W ILLINOIS AVENUE
MIDLAND, TX 797013b. Phone No. (include area code)
Ph: 432-685-4332

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 20 T17S R30E SENW 1500FNL 2310FWL

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input checked="" type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomple horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BLA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

COG Operating LLC, respectfully requests recomple this well from the Yeso to San Andres and convert to an oil well.

Procedure:

Jenkins #15Q

We are going to set a CIBP at 3713' w/ 40' of CMT on top of the plug to have our PBTD @ 3673', 100' below the previous SNDR perfs that had been squeezed off in 2010. We plan to have our bottom perfs from 3379'-3573'. Ideally, we like to have 100' of rathole below our bottom perfs to give our bottom hole assembly room and prevent tubing from getting stuck with sand. In addition to having desired rathole space, this gives COG the option to re-enter the Glorieta/Yeso formation at later time.

SEE ATTACHED FOR
CONDITIONS OF APPROVALAccepted for record
MAY 26 2015

WED 5/26/15

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #301391 verified by the BLM Well Information System
For COG OPERATING LLC, sent to the Carlsbad
Committed to AFMSS for processing by JENNIFER SANCHEZ on 05/13/2015 (15JAS0349SE)

Name (Printed/Typed) KANICIA CASTILLO

Title PREPARER

Signature (Electronic Submission)

Date 05/11/2015

THIS SPACE FOR FEDERAL OR STATE OFFICE USE MAY 13 2015

Approved By

Title

Conditions of approval, if any, are attached. Approval of this notice 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.

Office

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.

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Additional data for EC transaction #301391 that would not fit on the form

32. Additional remarks, continued

Injection Equipment Pull Procedure

? MIRU WSU, NU BOP

? Unset packer and POOH with tubing

? PU scraper and scrape down to 3800?

? POOH with tubing LD

? RU Wireline

? Set CIBP @ 3713?

? Wireline truck dump 40? Class C cement of top of CIBP

? Tag cement plug to verify depth of 3673?

? Pull up 4? to circulate hole clean with fresh water, and displace w/ 2% KCL and 1% packer corrosion inhibitor.

? Test Casing to 1500 psi and report back to engineering if the pressure holds.

? Secure wellbore

? RDMO WSU

Tentative Recompletion Procedure

? Rig up wireline.

? RIH w/ perforating guns and perforate San Andres Zone from 3046-3573, w/ 6 spf, 30? phasing, 114 holes.

? Acidize w/ 10,000 gals of 15% HCl.

? RIH with production tubing and locate intake at 3600?.

? Set TAC @ 3000?

? RIH w/ rods and pump.

? RDMO rig.

Please see attached C-102s and WBDs.

COG Operating LLC

Lease & Well #

Jenkins B Federal # 15 WIW

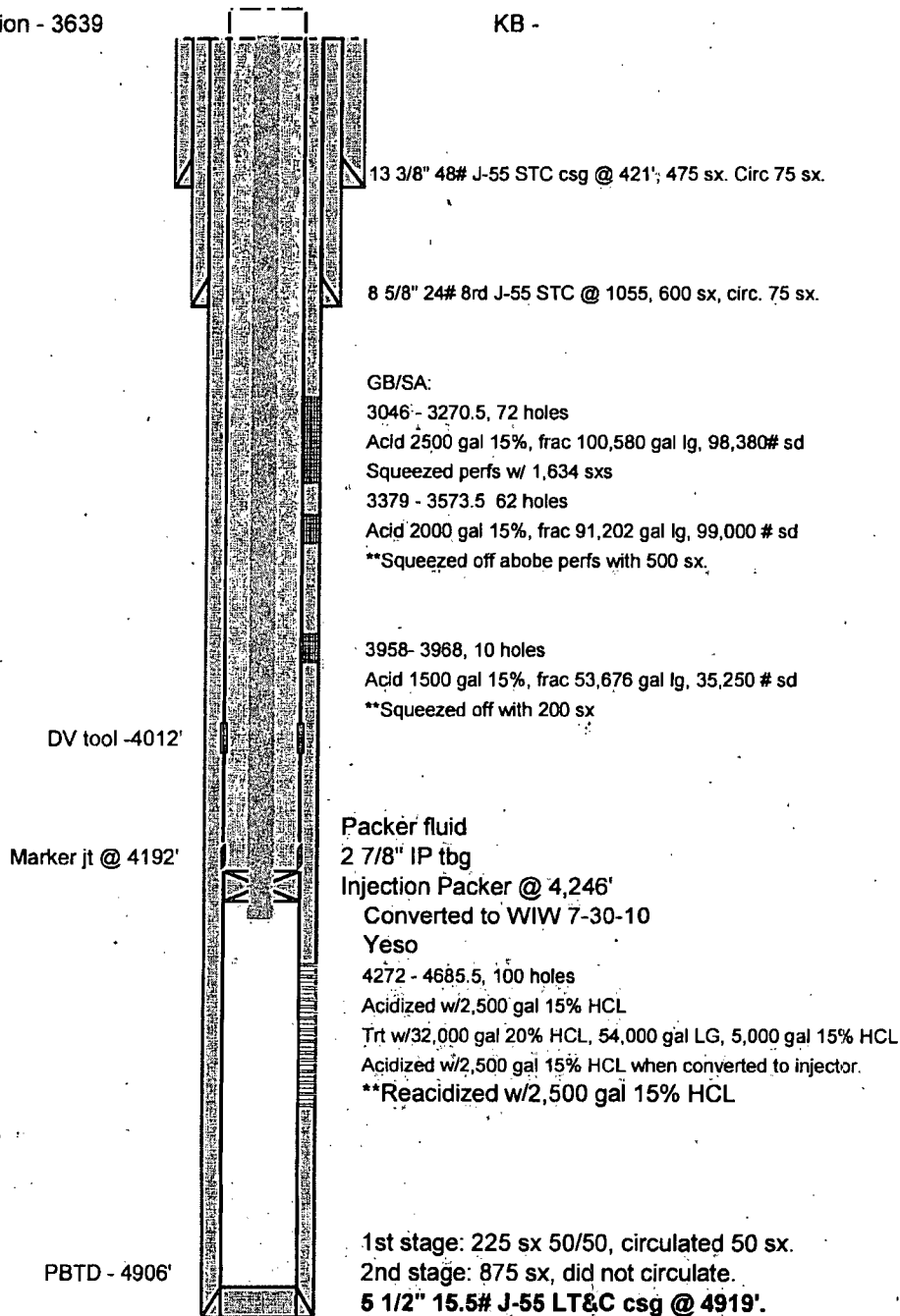
Sec 20F, 17S, 30E, Eddy Co., NM

SPUD: 5/5/05

30 015 37288

Elevation - 3639

KB -



5/6/2015

Jenkins B Federal # 15 Wellbore diagram

SH

COG Operating LLC

Lease & Well #

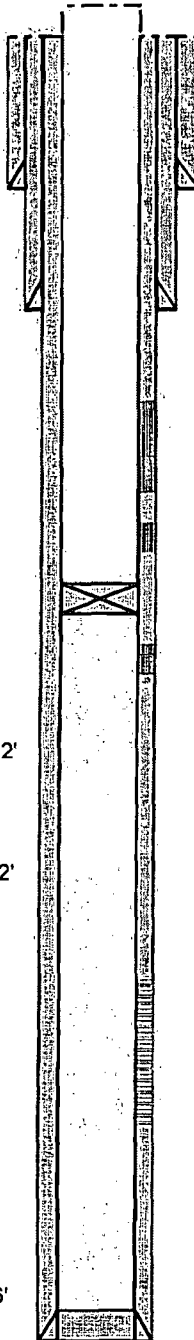
Jenkins B Federal # 15 WIW

Sec 20F, 17S, 30E, Eddy Co., NM

SPUD: 5/5/05
30 015 37288

Elevation - 3639

KB -



13 3/8" 48# J-55 STC csg @ 421', 475 sx. Circ 75 sx.

8 5/8" 24# 8rd J-55 STC @ 1055, 600 sx, circ. 75 sx.

GB/SA:

3046 - 3270, 60 holes 6 SPF

Acidize w/ 10,000 gallons of HCL

3379 - 3573, 54 holes, 6 SPF

CIBP @ 3713' w/ 40' of CMT on TOP

3958- 3968, 10 holes

Acid 1500 gal 15%, frac 53,676 gal lg, 35,250 # sd

**Squeezed off with 200 sx

LEAVE SQUEEZED

DV tool -4012'

Marker jt @ 4192'

Yeso

4272 - 4685.5, 100 holes

Acidized w/2,500 gal 15% HCL

Trt w/32,000 gal 20% HCL, 54,000 gal LG, 5,000 gal 15% HCL

Acidized w/2,500 gal 15% HCL when converted to injector.

**Reacidized w/2,500 gal 15% HCL

PBTD - 4906'

1st stage: 225 sx 50/50, circulated 50 sx.

2nd stage: 875 sx, did not circulate.

5 1/2" 15.5# J-55 LT&C csg @ 4919'.

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

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 30-015-33472	² Pool Code 96718	³ Pool Name Loco Hills;Glorieta-Yeso
⁴ Property Code 302510	⁵ Property Name Jenkins B Federal	
⁷ OGRID No. 229137	⁶ Operator Name COG Operating LLC	⁸ Well Number 15
		⁹ Elevation 3648

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	20	17S	30E		1500	North	2310	West	Eddy

¹¹ 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

¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
-------------------------------------	-------------------------------	----------------------------------	-------------------------

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

<div style="text-align: center;"> </div>	<p>¹⁷ OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division</i></p> <p> Signature </p> <p>5/11/15 Date</p> <p>Kanicia Castillo Printed Name</p> <p>kcastillo@concho.com E-mail Address</p> <p>¹⁸ SURVEYOR CERTIFICATION</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p> <p>Certificate Number</p>
--	---

**Jenkins B Federal 15
30-015-33472
COG Operating LLC
May 13, 2015
Conditions of Approval**

Work to be completed by August 13, 2015.

- 1. Operator shall set a CIBP at 4,222' (50' above top most perf) and place 20 sx Class C cement on top to seal the top of the Glorietta formation. Tag at minimum of 4022'.**
- 2. Operator shall set a CIBP at 3,713' as proposed and place 40' Class C cement on top.**
- 3. Must conduct a casing integrity test before perforating and fracturing. Submit results to BLM. The CIT is to be performed on the production casing to max treating pressure. Notify BLM if test fails.**
- 4. Before casing or a liner is added or replaced, prior BLM approval of the design is required. Use notice of intent Form 3160-5.**
- 5. Surface disturbance beyond the originally approved pad must have prior approval.**
- 6. Closed loop system required.**
- 7. All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over 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.**
- 8. Operator to have H2S monitoring equipment on location.**
- 9. A minimum of a 2000 (2M) BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the size of the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 Attachment I (2M Diagrams of Choke Manifold Equipment). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above pre-charge. The pre-charge test shall follow requirements in Onshore Order #2.**

10. Subsequent sundry required detailing work done and completion report for the formation. Operator to include new well plat and well bore schematic of current well condition when work is complete.

11. See attached for general requirements.

JAM 051315

BUREAU OF LAND MANAGEMENT
Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972

Permanent Abandonment of Production Zone Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within **ninety (90)** days from this approval.

If you are unable to plug back the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged back. Failure to do so will result in enforcement action.

2. **Notification:** Contact the appropriate BLM office at least 24 hours prior to the commencing of any plug back operations. For wells in Eddy County, call 575-361-2822. For wells in Lea County, call 575-393-3612

3. **Blowout Preventers:** A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.

4. **Mud Requirement:** Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of brine water. Minimum nine (9) pounds per gallon.

5. **Cement Requirement:** Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. **Before pumping or bailing cement on top of CIBP, tag will be required to verify depth.**

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. **Subsequent Plug back Reporting:** Within 30 days after plug back work is completed, file one original and three copies of the Subsequent Report, Form 3160-5 to BLM. The report should give in detail the manner in which the plug back work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date work was completed.**

7. Trash: All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

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

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 30-015-33472	² Pool Code 28509	³ Pool Name Graybug Jackson; SR-Q-G-SA
⁴ Property Code 302510	⁵ Property Name Jenkins B Federal	⁶ Well Number 15
⁷ OGRID No. 229137	⁸ Operator Name COG Operating LLC	⁹ Elevation 3648

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	20	17S	30E		1500	North	2310	West	Eddy

¹¹ 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

¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
-------------------------------------	-------------------------------	----------------------------------	-------------------------

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

	<p>¹⁶ OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or impleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p>Y C 5/11/15 Signature Date</p> <p>Kanicia Castillo Printed Name</p> <p>kcastillo@concho.com E-mail Address</p>
	<p>¹⁷ SURVEYOR CERTIFICATION</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor</p>
	<p>Certificate Number</p>