Form 3160-5 (June 2015)

UNITED STATES INSUBO FIELD FORM
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT OCD AFTES Lease Serial No.
NMNM113397

	FORM	ИAŁ	PROV	ED
	OMB	NO.	1004-0	137
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SUND	KY NO H	CES ANL	REPOR	IS ON	WELLS
Do not use	this forn	for prop	osals to d	rill or to	re-enter an

	NOTICES AND REPO			1410114101113391	
Do not use th abandoned we	is form for proposals to II. Use form 3160-3 (AP	drill or to re-enter an D) for such proposals.		6. If Indian, Allottee o	r Tribe Name
SUBMIT IN	TRIPLICATE - Other inst	tructions on page 2		7. If Unit or CA/Agree	ement, Name and/or No.
Type of Well	her			8. Well Name and No. ACADIA FEDERA	L COM 1H
Name of Operator COG OPERATING LLC	Contact: E-Mail: mreyes1@	MAYTE X REYES concho.com		9. API Well No. 30-015-45771	
3a. Address 2208 WEST MAIN STREET ARTESIA, NM 88210		3b. Phone No. (include area code Ph: 575-748-6945		10. Field and Pool or E PURPLE SAGE	Exploratory Area WOLFCAMP GAS
4. Location of Well (Footage, Sec., T	C., R., M., or Survey Description)		11. County or Parish, S	State
Sec 11 T26S R25E NENE 21	0FNL 1250FEL			EDDY COUNTY	, NM
12. CHECK THE A	PPROPRIATE BOX(ES)	TO INDICATE NATURE C	F NOTICE,	REPORT, OR OTH	ER DATA
· TYPE OF SUBMISSION		ТҮРЕ О	F ACTION		
■ Notice of Intent	☐ Acidize	□ Deepen	☐ Producti	on (Start/Resume)	☐ Water Shut-Off
_	☐ Alter Casing	☐ Hydraulic Fracturing	Reclama	tion	■ Well Integrity
☐ Subsequent Report	Casing Repair	■ New Construction	☐ Recomp	lete	Other
☐ Final Abandonment Notice	Change Plans	☐ Plug and Abandon	☐ Tempora	rily Abandon	Change to Original A PD
13. Describe Proposed or Completed Op	☐ Convert to Injection	☐ Plug Back	■ Water D	· •	
cog Operating LLC, respectf approved APD.	•	the following changes to the	originally		·
Surface: Drill 26? hole to 365? Set 20? 106.5# J-55 BTC casi Cement in one stage to surfact Lead: 305 sx of Halliburton Ex Tail: 400 sx of Halliburton Hale	e: tendacem Class C + 1% (• CaCl2 Blend (13.5 ppg / 1.75 Blend (14.8 ppg/ 1.35 cuft/sx	cuft/ sx)		PROVAL EIVED
14. I hereby certify that the foregoing is				- APR	0 1 2019
Name(Printed/Typed) MAYTE X	For COG O Committed to AFMSS for	IST831 verified by the BLM We PERATING LLC, sent to the Correction of the Correction	arlsbad QUE on 03/14/	2019 (DISTRICT II-	ARTESIA O.C.D.
Name(17thea/19pea) WATTEA	KETES .	THE REGUL	ATORY ANA	LTSI	
Signature (Electronic S	Submission) .	Date 03/13/2	019		
·	THIS SPACE FO	R FEDERAL OR STATE	OFFICE US	E	
Approved By Muster Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu	itable title to those rights in the		um En d Field	gineer l Office	Date 03-14-209
Fitle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s			willfully to mal	ke to any department or a	gency of the United

Additional data for EC transaction #457831 that would not fit on the form

32. Additional remarks, continued

Mud: 0-365? Fresh Water Gel 8.6-8.8#

Intermediate 1
2M BOP System
Drill 17.5? hole to 1,700?
Set 13.375? 54.5# J55 BTC casing @ 1,700?
Cement in one stage to surface:
Lead: 1250 sx of Halliburton NeoCem Class C Blend (11 ppg / 2.77 cuft/ sx)
Tail: 225 sx of Class C (14.8 ppg/ 1.33 cuft/sx)

Mud: 365? ? 1,700?, Saturated Brine water 10.0 ? 10.3#

Intermediate 2
3M BOP System
Drill 12.25? hole to 8,332?
Set 9.625? 40# L-80 BTC @ 8,332?
Cement in one stage
Lead: 1100 sx of Halliburton NeoCem Class H Blend (11 ppg / 2.81 cuft/ sx)
Tail: 300 sx of Class H (16.4 ppg / 1.08 cuft/sx)
Mud: 1,700? ? 8,332? FW/ Cut Brine 8.4 ? 9.0#

Production 5M BOP System Production will remain the same, no changes needed

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: COG Operating LLC

LEASE NO.: | NM113397

WELL NAME & NO.: 1H – Acadia Federal Com

SURFACE HOLE FOOTAGE: 210'/N & 1250'/E

BOTTOM HOLE FOOTAGE | 200'/S & 380'/E, sec. 14 LOCATION: | Sec. 11, T. 26 S, R. 25 E

COUNTY: | Eddy County

Potash	• None	C Secretary	↑ R-111-P
Cave/Karst Potential	r Low		© Critical
Variance	r None	Flex Hose	Other
Wellhead	• Conventional	^C Multibowl	
Other	☐4 String Area	☐Capitan Reef	□WIPP

All previous COAs still apply, except for the following:

A. CASING

- 1. The 20 inch surface casing shall be set at approximately 365 feet (a minimum of 25 feet 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 <u>8</u> 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.

CRITICAL CAVE/KARST – A MINIMUM OF THREE CASING STRINGS CEMENTED TO SURFACE IS REQUIRED IN CRITICAL CAVE/KARST AREAS. THE CEMENT MUST BE IN A SOLID SHEATH THEREFORE, ONE INCH OPERATIONS WILL NOT BE PERMITTED. CONTACT BLM WITH MODIFICATIONS TO CEMENT PROGRAM AS NEEDED. IF LOST CIRCULATION OCCURS WHILE DRILLING THE 12-1/4" HOLE, THE CEMENT PROGRAM FOR THE 9-5/8" CASING WILL NEED TO BE MODIFIED AND THE BLM IS TO BE CONTACTED PRIOR TO RUNNING THE CASING. A DV TOOL WILL BE REQUIRED.

- 2. The minimum required fill of cement behind the 13 3/8 inch first 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 9 5/8 inch second intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above.
- 4. 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. If cement does not circulate, contact the appropriate BLM office.

B. 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 2000 (2M) psi.
- 3. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 13 3/8" first intermediate casing shoe shall be 3000 (3M) psi.
- 4. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 9 5/8 second intermediate casing shoe shall be 5000 (5M) psi.

MHH 03142019

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)
 - Chaves and Roosevelt Counties
 Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201.
 During office hours call (575) 627-0272.
 After office hours call (575)
 - ☑ Eddy CountyCall the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
 - Lea County
 Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)
 393-3612

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 Potash Areas: 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 for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log.
- 3. 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.

- 4. 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.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. 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.
- 7. 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.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.