Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.				Lease Serial No. NMNM113397 If Indian, Allottee or Tribe Name				
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well ☑ Oil Well ☐ Gas Well ☐ Other					8. Well Name and No. ACADIA FEDERAL COM 1H			
Name of Operator Contact: MAYTE X REYES COG OPERATING LLC E-Mail: mreyes1@concho.com					9. API Well No. 30-015-45771-00-X1			
3a. Address 600 W ILLINOIS AVENUE MIDLAND, TX 79701	Î	8b. Phone No. Ph: 575-748	(include area code) 3-6945		10. Field and Pool or E WOLFCAMP	xplora	tory Area	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, S	State		
Sec 11 T26S R25E NENE 210FNL 1250FEL 32.063881 N Lat, 104.361916 W Lon					EDDY COUNTY, NM			
12. CHECK THE AP	PROPRIATE BOX(ES) T	O INDICAT	E NATURE OF	F NOTICE,	REPORT, OR OTH	IER D	PATA	
TYPE OF SUBMISSION	TYPE OF ACTION							
Notice of Intent ■	☐ Acidize ☐ De		pen Produ		uction (Start/Resume)		■ Water Shut-Off	
	☐ Alter Casing	☐ Hydr	aulic Fracturing	☐ Reclama	tion		Vell Integrity	
☐ Subsequent Report	☐ Casing Repair	■ New	Construction	☐ Recomp	Recomplete		Other nge to Original A	
☐ Final Abandonment Notice	☐ Change Plans	Plug	and Abandon	Abandon		PD	inge to Original A	
	☐ Convert to Injection ☐		ıg Back ☐ Wate		er Disposal			
Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab determined that the site is ready for fi COG Operating LLC, respectful approved APD.	operations. If the operation resul andonment Notices must be filed nal inspection.	ts in a multiple only after all r	completion or reco equirements, includi	mpletion in a n ing reclamation	ew interval, a Form 3160	0-4 mus	st be filed once	
Surface: Drill 26? hole to 365? Set 20? 106.5# J-55 BTC casi	RECEIVED							
Cement in one stage to surface: Lead: 305 sx of Halliburton Extendacem Class C + 1% CaCl2 Blend (13.5 ppg / 1.75 cuft/ sx) Tail: 400 sx of Halliburton Halcem Class C + 1% CaCl2 Blend (14.8 ppg/ 1.35 cuft/sx)					JUN 27 2019			
					DISTRICTII-AF	RESI	AO.C.D.	
14. I hereby certify that the foregoing is	true and correct. Electronic Submission #45 For COG OPI mitted to AFMSS for process	7831 verified ERATING LL sing by MUS	by the BLM Well C, sent to the Ca TAFA HAQUE on	l Information Irlsbad I 03/14/2019 (System 19MH0036SE)			
Name (Printed/Typed) MAYTE X	REYES		Title REGULA	ATORY ANA	ALYST			
Signature . (Electronic S	submission)		Date 03/13/20	019				
	THIS SPACE FOR	FEDERA	L OR STATE (OFFICE US	BE			
			mid person si				Data 02/44/2040	
Approved_By_MUSTAFA_HAQUE			TitlePETROLE	UM ENGINE	:EK		Date 03/14/2019	
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 Carlsbad					
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s				willfully to ma	ke to any department or	agency	of the United	

(Instructions on page 2)
** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

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

Revisions to Operator-Submitted EC Data for Sundry Notice #457831

Operator Submitted

Sundry Type:

APDCH

NOI

Lease:

NMNM113397

Agreement:

Operator:

COG OPERATING LLC 2208 WEST MAIN STREET ARTESIA, NM 88210 Ph: 575-748-6940

Admin Contact:

MAYTE X REYES REGULATORY ANALYST E-Mail: mreyes1@concho.com

Ph: 575-748-6945

Tech Contact:

MAYTE X REYES

REGULATORY ANALYST E-Mail: mreyes1@concho.com

Ph: 575-748-6945

Location:

State: County: NM EDDY

Field/Pool:

PURPLE SAGE; WOLFCAMP GAS

Well/Facility:

ACADIA FEDERAL COM 1H

Sec 11 T26S R25E NENE 210FNL 1250FEL

BLM Revised (AFMSS)

APDCH NOI

NMNM113397

COG OPERATING LLC 600 W ILLINOIS AVENUE MIDLAND, TX 79701

Ph: 432.685.4385

MAYTE X REYES REGULATORY ANALYST E-Mail: mreyes1@concho.com

Ph: 575-748-6945

MAYTE X REYES

REGULATORY ANALYST E-Mail: mreyes1@concho.com

Ph: 575-748-6945

NM EDDY

WOLFCAMP

ACADIA FEDERAL COM 1H Sec 11 T26S R25E NENE 210FNL 1250FEL

32.063881 N Lat, 104.361916 W Lon

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	© Secretary	○ R-111-P
Cave/Karst Potential	CLow	○ Medium	© Critical
Variance	C None	© Flex Hose	Other
Wellhead	© Conventional	© 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 **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.

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)
 - \(\text{Chaves and Roosevelt Counties} \)
 \(\text{Call the Roswell Field Office}, 2909 \)
 West Second St., Roswell NM 88201.
 \(\text{During office hours call (575) 627-0272}. \)
 After office hours call (575)
 - Eddy County
 Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
 - ✓ Lea CountyCall 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.