UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCO Artesia

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

Lease Seria	al No.
NIMINIMS?	3501

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an

6 If Indian, Allottee or Tribe Name

abandoned wei	ii. Use form 3160-3 (APD)	i for such p	roposa	is.			
SUBMIT IN TRIPLICATE - Other instructions on reverse side.			7. If Unit or CA/Agreement, Name and/or No				
1 Type of Well ☐ Gas Well ☐ Other			8. Well Name and No. GISSLER FEDERAL 13H				
2 Name of Operator Contact ROBYN ODOM COG OPERATING LLC / E-Mail: rodom@conchoresources com			7-15-0-	9. API Well No 30-015-38121			
3a Address 550 WEST TEXAS AVE, STE MIDLAND, TX 79701	550 WEST TEXAS AVE, STE 1300 Ph: 4		o (include area code) 85-4385			10. Field and Pool, or Exploratory LOCO HILLS; GLORIETA-YESO	
4 Location of Well (Footage, Sec., T, R, M, or Survey Description)						11. County or Parish, a	nd State
Sec 5 T17S R30E 1650FSL 330FWL			EDDY CO			EDDY COUNTY	, NM
<u>ul</u>						<u></u>	
12. CHECK APPE	ROPRIATE BOX(ES) TO	INDICATE	NATU	RE OF N	IOTICE, R	EPORT, OR OTHER	DATA
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent ☐ Subsequent Report	☐ Acidize ☐ Alter Casing ☐ Casing Repair	□ Frac	Deepen Fracture Treat		Reclan		Water Shut-Off ☐ Well Integrity ☐ Other
Final Abandonment Notice	Change Plans Convert to Injection	□ New Construction□ Plug and Abandon□ Plug Back			☐ Recomplete ☐ Temporarily Abandon ☐ Water Disposal		Change to Original A PD
testing has been completed. Final Al determined that the site is ready for f COG Operating LLC respectfuplan: Change the setting depth of the	inal inspection) Illy requests permission to ne 7" casing to 4500'.	make the fo			-	ng	cord - NMOCD
All other aspects of the drilling Approval Subject to Gent Approval Subject Stipulation Approval Special Stipulation Thereby certify that the foregoing is	plan will remain the same prain Requirements aral Requirements ons Attached	REC	P 19	2011	1 0	SEE ATTACHED CONDITIONS OF	1.500
T4 Thereby certify that the foregoing is	s true and correct Electronic Submission #1' For COG OF	17220 verifie ERATING L	d by the	BLM We	I Informatio	on System	
Name (Printed/Typed) ROBYN ODOM		Title PERSON RESPONSIBLE					
Signature (Electronic Submission)		Date	09/09/2	011		·	
	THIS SPACE FO	R FEDERA	L OR	STATE	OFFICE (JSE	
Approved By KeOW	1 Mozgen		Tıtle	PETF	ROLEU	M ENGINEER	SEP 1 3 201
Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to condu	uitable title to hose rights in the		Office	BLM-	CARLS	SBAD FIELD	OFFICE
Fitle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a c	crime for any p	erson kno	wingly and			

Gissler Federal #13H COG Operating LLC 30-015²38121 Sep 13, 2011

Conditions of Approval

SUMMARY OF CURRENT STATUS:

- Gissler Federal was originally permitted in 2009 in the Yeso Group.
- Formation Tops, from the original APD Master Drilling Program are:

Quaternary	Surface
Top of Salt	500'
Base of Salt	1000'
Queen	2070'
Grayburg	2480' oil/gas
San Andres	2780' oil/gas
Glorietta	4220' oil/gas
Yeso Group	4300' oil/gas

- Original Planned Vertical well TVD Yeso Group with 5-1/2" Production Casing
- Aug 2010 Horizontal Revised TVD 4524' Yeso with 7" csg x 4-1/2" Production Liner
- May 2011 Revised TVD to 5200' Yeso with no change in casing program

REQUEST:

To change the casing point of the 7" casing from 4400' in the approved APD to 4500'. Planned KOP in the directional program is 4722'. COG indicates this change in setting depth will allow the flexibility for the well plan options and the geology.

CONDITIONS OF APPROVAL:

- a) Operator to comply with prior Conditions of Approval, and with the following revisions:
- b) Wait on cement (WOC) time prior to drilling out for a primary cement job will be a minimum 18 hours for a water basin, 24 hours in the potash area, or 500 pounds compressive strength, whichever is greater for all casing strings. DURING THIS WOC TIME, NO DRILL PIPE, ETC. SHALL BE RUN IN THE HOLE.
- c) 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 or where the float does not hold, the minimum wait time before cut-off is eight hours after bumping the plug or when the cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. BOP/BOPE testing can begin after the above conditions are satisfied.
- d) 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.

TMM 09/13/2011