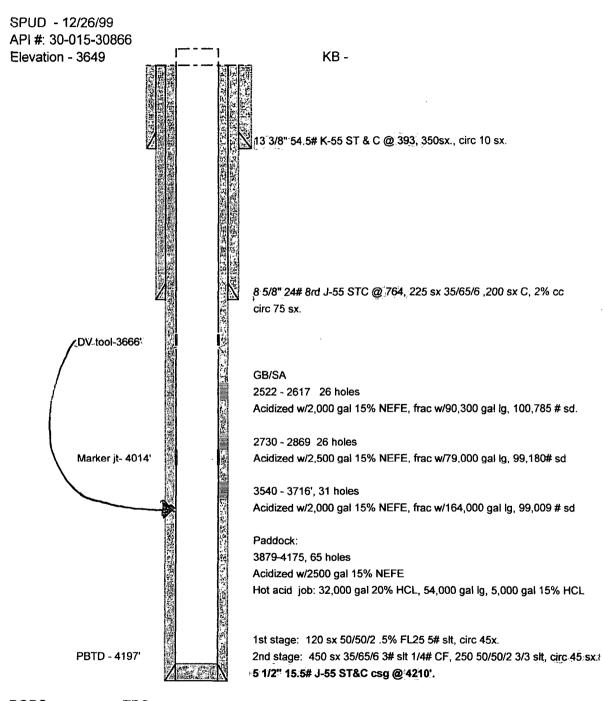
Submit 1 Copy To Appropriate District Office	Copy To Appropriate District State of New Mexico		Form C-103	
<u>District I</u> – (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and Natu	ral Resources	WELL API NO.	Revised August 1, 2011
<u>District II</u> – (575) 748-1283	OIL CONSERVATION	DIVICION	30-015-30866	
811 S. First St., Artesia, NM 88210 District III – (505) 334-6178	1220 South St. Fran		5. Indicate Type of L	
1000 Rio Brazos Rd., Aztec, NM 87410	Santa Fe, NM 87		STATE X	FEE
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa 1 C, 1 W O	303	6. State Oil & Gas Le E-742	ease No.
(DO NOT USE THIS FORM FOR PROP	FICES AND REPORTS ON WELLS OSALS TO DRILL OR TO DEEPEN OR PLU JICATION FOR PERMIT" (FORM C-101) FO	JG BACK TO A	7. Lease Name or Ur	nit Agreement Name
PROPOSALS.) 1. Type of Well: Oil Well X	Gas Well Other		MESQUITE STATE 8. Well Number 007	
2. Name of Operator COG OPERATING LLC			9. OGRID Number 229137	
3. Address of Operator 600 W. ILLINOIS AVE., MIDLA	AND, TEXAS 79701		10. Pool name or Wi	1
4. Well Location				-
Unit Letter; E;	2310 feet from the NORTH	line and 330	feet from the WEST	line
Section 20	Township 17S	Range 29E	NMPM E	DDY County
	11. Elevation (Show whether DR, 3,661' - 1			
Table and a very resolution to the least of the resolution of the	<u> </u>		District A. Oliver St. Marrier St.	
12. Check	Appropriate Box to Indicate N	ature of Notice, I	Report or Other Da	ta
NOTICE OF II	NTENTION TO:	SUBS	SEQUENT REPO	RT OF:
PERFORM REMEDIAL WORK	REMEDIAL WORK		TERING CASING	
TEMPORARILY ABANDON PULL OR ALTER CASING		COMMENCE DRIL		AND A
PULL OR ALTER CASING DOWNHOLE COMMINGLE		CASING/CEMENT	JOB []	
	· 			
OTHER:	pleted operations. (Clearly state all p	OTHER:	Laiva mantinant datas i	unduding actionated data
	vork). SEE RULE 19.15.7.14 NMAC			
1) SET 5-1/2" CIBP @ 3,850	0'; PUMP 35 SXS. CMT. @ 3,850'-3	8.616' (T/GLOR D	V TOOL).	
	0'; PUMP 35 SXS. CMT. @ 2,500'-2			UD.
	854'-632' (T/YATES, 8-5/8" CSG.S			JG.
	.75 SXS. CMT. @ 540'-3' (T/SALT, /ELLHEAD 3' B.G.L.; WELD ON S			RV HOLF MARKER
o, bid out hear arr w	DENEMO 3 B.G.E., WEED ON S	TEEE TEATE TO	oodo. A morrible bi	CI HOLL WARREN.
TO THE REQUIRED DISPOSAL,		OOP SYSTEM W/ A	STEEL TANK AND	HAUL CONTENTS
CONDITIONS OF APPROVAL ATTACHE	ED	Approved for pluggin	g of well bore only.	TOTON
Approval Granted providing work	is Rig Release Da	Lisbility under bond interest C-103 (Subsequent	is retained pending (1941) : Report of Well Plugging)	L CONSERVATION ARTESIA DISTRICT
Completed by Q 2		which may be found a	it OCD web Page under	
1-2-2015	<u> </u>	Forms, www.cmnrd.st	ate.nm.us/ocd.	AUG 2 5 2014
r nervey certify that the information	is true and complete to the be	est of my knowledge	and belief.	RECEIVED
SIGNATURE Das	TITLE: AGE	NT	DATE:	08/15/14
Type or print name: DAVID A. E. For State Use Only	YLER E-mail address: DE	YLER@MILAGRO-	-RES.COM PHONE	E: 432.687.3033
Por State Ose Only	\wedge	JAS N)	9.244
APPROVED BY: 000 degree Conditions of Approval (if any):	JUCY TITLE WAS	or all capte	WIS() DATE	9-2-14
	> See A Hac	shed C	DAS	
7	/			

COG Operating LLC

Lease & Well # Mesquite State #7



RODS

TBG

1.25"x26' SMPR

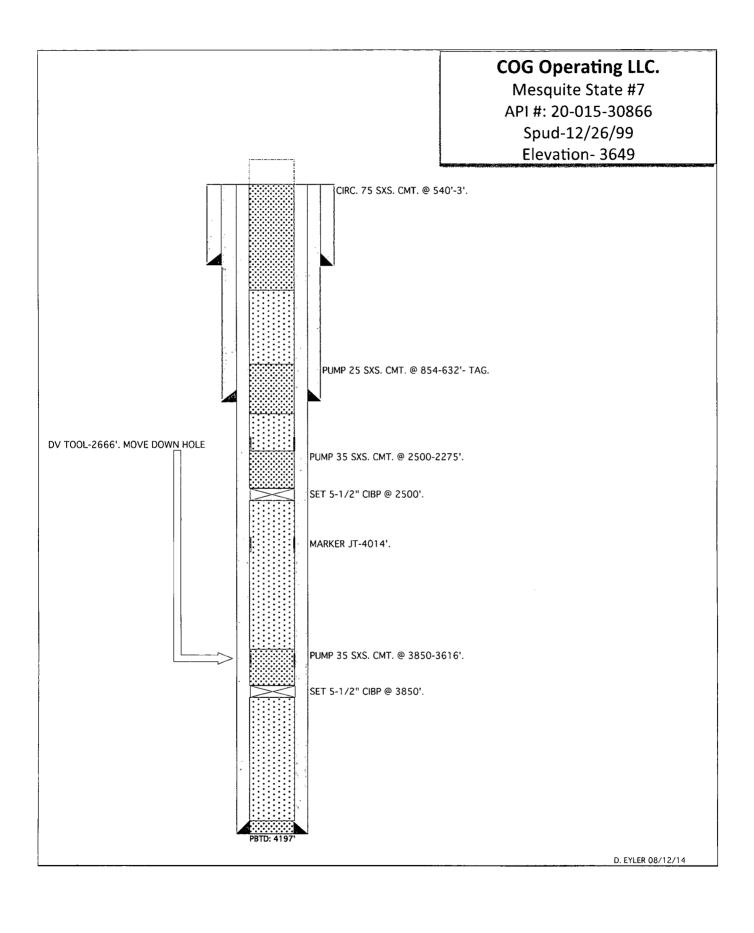
129 JTS 2-7/8

.875"x 714' N97

1 X Marker sub, TAC, SN & Muleshoe

0.75" x 3375' N97 20' pump

7/25/2014



NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 S. FIRST STREET ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL FOR PLUGGING & ABANDONMENT

Operator:	OG OC)		
Well Name & N	umber: Me	Srute	State	7
API #: 3	0-01	5-3	0866	

- 1. Produced water <u>will not</u> be used during any part of the plugging & abandonment operation.
- 2. Notify NMOCD Dist. 2 office at least 24 hrs before beginning work.
- 3. Closed Loop System is to be used for entire plugging operation. Upon completion, contents of steel pit are to be hauled to a permitted disposal location.
- 4. Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator, as well as the contractor, to verify that this permit is place prior to performing work. Drivers shall produce a copy upon request of NMOCD Field Inspectors.
- 5. A subsequent C-103 will serve as notification that the well bore has been plugged ONLY. A C-103 FINAL shall be filed before any bonding can be released on the well. Upon receipt of the Final, an inspection will be performed to verify that the location has been satisfactorily cleaned to NMOCD standards.
- 6. If work has not begun within 1 year of the approval of this procedure, an extension request must be filed, stating reason that well has not been plugged.
- 7. Every attempt must be made to clean the well bore out to below the perfs, before any plugs can be set, by whatever means possible.
- 8. Cement Retainers may not be used.

- 9. Squeeze pressures are not to exceed 500 PSI, unless approval is given by NMOCD.
- 10. Plugs may be combined after consulting with and getting approval from NMOCD.
- 11. Minimum WOC time for tag plugs will be 4 Hrs.

DATE: 9-2-14

APPROVED BY:

GUIDELINES FOR PLUGGING AND ABANDONMENT

DISTRICT II / ARTESIA

- All cement plugs will be a minimum of 100' in length or a minimum of 25 sacks of cement, whichever is greater.
- Mud laden fluids must be placed between all cement plugs.
- Mud laden fluids must be mixed at 25 sacks of gel per 100 bbls of water.
- A cement plug is required to be set 50' below and 50' above all casing shoes and casing stub plugs. These plugs must be tagged.
- A CIBP with 35' of cement on top may be set in lieu of 100' cement plug.
- A plug as indicated above must be placed within 100' of top perforation. This plug must be tagged.
- Plugs set below and above salt zones must be tagged.
- No more than 2000' is to be allowed between cement plugs in open hole and no more than 3000' in cased hole.
- DV tools are required to have a 100' cement plug set 50' above and below the tool and must be tagged.
- Formations to be isolated with plugs placed at the top of each formation are:
 - o Fusselman
 - o Devonian
 - o Morrow
 - o Wolfcamp
 - o Bone Spring
 - o Delaware
 - o Any Salt Section (Plug at top and bottom)
 - o Abo
 - o Glorieta
 - Yates (this plus is usually at base of salt section)
- If cement does not exist behind casing strings at recommended formation depths, the casing must be cut and pulled with plugs set at these depths or casing must be perforated and cement squeezed behind casing at the formation depths.
- In the R-111-P area (Potash Mine area) a solid cement plug must be set across the salt section. Fluid used to mix the cement shall be saturated with the salts common to the section penetrated and in suitable proportions, but not more than a 3% calcium chloride by weight of cement will be considered the desired mixture whenever possible (50' below and 50' above).