Form 3160-5
(June 2015)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Carlsbad Field Office
OCD Hobbs

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.

HOBBS OCD

SUBMIT IN TRIPLICATE - Other instructions on page 2

NOV 06 2017

RECEIVED

1. Type of Well ☒ Oil Well ☐ Gas Well ☐ Other	5. Lease Serial No. NMNM112942
	6. If Indian, Allottee or Tribe Name
	7. If Unit or CA/Agreement, Name and/or No.
	8. Well Name and No. WHITE FALCON 16 FEDERAL COM 22H
2. Name of Operator COG OPERATING LLC Contact: MAYTE X REYES E-Mail: mreyes1@concho.com	9. API Well No. 30-025-43932-00-X1
3a. Address ONE CONCHO CENTER 600 W ILLINOIS AVENUE MIDLAND, TX 79701-4287 3b. Phone No. (include area code) Ph: 575-748-6945	10. Field and Pool or Exploratory Area WOLFCAMP
4. Location of Well *(Footage, Sec., T., R., M., or Survey Description)* Sec 16 T25S R35E NENW 226FNL 1940FWL 32.137016 N Lat, 103.374756 W Lon	11. County or Parish, State LEA COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
☒ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other Change to Original APD
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ 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 recomplete 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/BIA. Required subsequent reports must 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 must be filed once testing has been completed. Final Abandonment Notices must 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 approval for the following changes to the original approved APD.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

White Falcon 16 Federal Com 22H
Operator requests a variance for a 5M annular with the 10M BOP for the 8-1/2? section of the well.
Attached is the well control plan for use of a 5M annular.
Operator requests a variance for a flex hose. Attached is flex hose information for Latshaw 44.
Operator will drill surface and set 13-3/8? casing to ~~1,000?~~ 835' and cement to surface with 750 sx Class C + 4% Gel lead (13.5 ppg, 1.75 yd) and 250 sx Class C tail (14.8 ppg, 1.34 yd) to surface.
Operator will drill 12-1/4? intermediate to 11,700? and run 9-5/8? casing as planned in original APD.
Operator will pump a 2 stage cement job on the 9-5/8? intermediate set at 11,700?. The DVT/ECP will

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

Electronic Submission #393019 verified by the BLM Well Information System
For COG OPERATING LLC, sent to the Hobbs
Committed to AFMSS for processing by MUSTAFA HAQUE on 10/31/2017 (18MH0017SE)

Name *(Printed/Typed)* MAYTE X REYES — Title REGULATORY ANALYST

Signature (Electronic Submission) — Date 10/25/2017

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By MUSTAFA HAQUE — Title PETROLEUM ENGINEER — Date 11/02/2017

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 Hobbs

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.

(Instructions on page 2)

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

Additional data for EC transaction #393019 that would not fit on the form

32. Additional remarks, continued

be set ~5,200?. The 1st stage cement will be 900 sx HES NeoCem Blend (11.0 ppg, 2.81 cf/sk) lead and 400 sx Class H (16.4 ppg, 1.1 cf/sk) tail. The 2nd stage cement will be 950 sx HES NeoCem Blend (11.0 ppg, 2.81 cf/sk) lead and 100 sx Class C (14.8 ppg, 1.35 cf/sk) tail. Both stages will be circulated to surface.
Operator will drill 8-1/2? hole to 22,522? MD/ TD and run casing as originally planned. Operator requests a variance to use a 5M annular in the 10M section.
Attached is directional well plan

1. Component and Preventer Compatibility Table

The table below covers drilling and casing of the 10M MASP portion of the well and outlines the tubulars and the compatible preventers in use. Combined with the mud program, the below documents that two barriers to flow can be maintained at all times, independent of the rating of the annular preventer.

Component	OD	Preventer	RWP
Drill pipe	5"	Upper 4.5-7" VBR Lower 4.5-7" VBR	10M
HWDP	5"		
Jars	5"		
Drill collars and MWD tools	6.25-6.75"		
Mud Motor	6.75"		
Production casing	5.5"		
ALL	0-13-5/8"	Annular	5M
Open-hole	-	Blind Rams	10M

VBR = Variable Bore Ram with compatible range listed in chart.

2. Well Control and Shut-In Procedures

Well control procedures are specific to the rig equipment and the operation at the time the kick occurs. Below are minimum tasks prescribed to assure a proper shut-in while drilling, tripping, running casing, pipe out of the hole (open hole), and moving the BHA through the BOPs. The maximum pressure at which well control is transferred from the annular to another compatible ram is 2500 psi.

Drilling:

1. Sound the alarm (alert rig crew)
2. Space out the drill string
3. Shut down pumps and stop the rotary
4. Shut-in the well with the annular with HCR and choke in closed position
5. Confirm the well is shut-in
6. Notify contractor and company representatives
7. Read and record the following data
    - Time of shut-in
    - SIDPP and SICP
    - Pit gain
8. If pressure has increased to or is anticipated to increase to 2500 psi, confirm spacing and close the upper pipe rams.
9. Prepare for well kill operation.

Tripping:

1. Sound alarm (alert rig crew)
2. Stab full opening safety valve and close the valve
3. Space out the drill string
4. Shut-in the well with the annular with HCR and choke in closed position
5. Confirm shut-in
6. Notify contractor and company representatives
7. Read and record the following data:

- Time of shut-in
- SIDPP and SICP
- Pit gain

8. If pressure has increased to or is anticipated to increase to 2500 psi, confirm spacing and close the upper pipe rams.
9. Prepare for well kill operation.

Running Casing

1. Sound alarm (alert rig crew)
2. Stab crossover and valve and close the valve
3. Shut-in the well with annular with HCR and choke in closed position
4. Confirm shut-in
5. Notify contractor and company representatives
6. Read and record the following data
   - Time of shut-in
   - SIDPP and SICP
   - Pit gain
7. If pressure has increased to or is anticipated to increase to 2500 psi, confirm spacing and close the upper pipe rams.
8. Prepare for well kill operation

No Pipe in Hole (Open Hole)

1. At any point when pipe or BHA are not in BOP stack, well will be shut in with blind rams, HCR will be open and choke will be closed. If pressure increase is observed:
2. Sound alarm (alert crew)
3. Confirm shut-in
4. Notify contractor and company representatives
5. Read and record the following data
   - Time of shut-in
   - Time of pressure increase
   - SICP
6. Prepare for well kill operation

Pulling BHA through BOP Stack

1. Prior to pulling last joint/stand of drillpipe through the stack, perform a flow check. If well is flowing:
   a. Sound alarm (alert crew)
   b. Stab full opening safety valve and close the valve
   c. Space out drill string with tooljoint just beneath the upper pipe ram.
   d. Shut-in the well with upper pipe ram with HCR and choke in closed position
   e. Confirm shut-in
   f. Notify contractor and company representatives
   g. Read and record the following data
      - Time of shut-in
      - SIDPP and SICP
      - Pit gain
   h. Prepare for well kill operation.

2. With BHA in the stack:
    a. If possible to pick up high enough, pull BHA clear of the stack
        i. Follow "Open Hole" procedure above
    b. If impossible to pick up high enough to pull BHA clear of the stack:
        i. Stab crossover, make up one joint/stand of drillpipe, and full opening safety valve and close
        ii. Space out drill string with tooljoint just beneath the upper pipe ram.
        iii. Shut-in the well with upper pipe ram with HCR and choke in closed position
        iv. Confirm shut-in
        v. Notify contractor and company representatives
        vi. Read and record the following:
            - Time of shut-in
            - SIDPP and SICP
            - Pit gain
        vii. Prepare for well kill operation.

3. Well Control Drills

Well control drills are specific to the rig equipment, personnel and operation at the time a kick occurs. Each crew will execute one drill weekly relevant to ongoing operations, but will make a reasonable attempt to vary the type of drills. The drills will be recorded in the daily drilling log. Below are minimum tasks for respective well control drills.

Drilling/Pit:

Action	Responsible Party
Initiate Drill • Lift Flow Sensor or Pit Float to indicate a kick • Immediately record start time	Company Representative / Rig Manager
Recognition • Driller and/or Crew recognizes indicator • Driller stop drilling, pick up off bottom and spaces out drill string, stop pumps and rotary • Conduct flow check	Driller
Initiate Action • Sound alarm, notify rig crew that the well is flowing	Company Representative / Rig Manager
Reaction • Driller moves BOP remote and stands by • Crew is at their assigned stations • Time is stopped • Record time and drill type in the Drilling Report	Driller / Crew

Tripping Pit Drills (either in the hole or out of the hole)

Action	Responsible Party
Initiate Drill • Lift Flow Sensor or Pit Float to indicate a kick • Immediately record start time	Company Representative / Rig Manager
Recognition • Driller recognizes indicator • Suspends tripping operations • Conduct Flow Check	Driller
Initiate Action • Sound alarm, notify rig crew that the well is flowing	Company Representative / Rig Manager
Reaction • Position tool joint above rotary and set slips • Stab FOSV and close valve • Driller moves to BOP remote and stands by • Crew is at their assigned stations • Time is stopped • Record time and drill type in the Drilling Report	Driller / Crew

Choke

Action	Responsible Party
• Have designated choke operator on station at the choke panel • Close annular preventer • Pressure annulus up 200-300 psi • Pump slowly to bump the float and obtain SIDPP • At choke operator instruction, slowly bring pumps online to slow pump rate while holding casing pressure constant at the SICP. • Allow time for the well to stabilize. Mark and record circulating drillpipe pressure. • Measure time lag on drillpipe gauge after choke adjustments. • Hold casing pressure constant as pumps are slowed down while choke is closed. • Record time and drill type in the Drilling Report	Company Man / Rig Manager & Rig Crew