

RECEIVED

Carlsbad Field Office

Form 3160-3
(June 2015)

OCT 16 2018

OCD Hobbs
HOBBS OCD

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

UNITED STATES
DISTRICT OF ARIZONA
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCT 17 2018

APPLICATION FOR PERMIT TO DRILL OR REENTER

RECEIVED

1a. Type of work: DRILL REENTER

1b. Type of Well: Oil Well Gas Well Other

1c. Type of Completion: Hydraulic Fracturing Single Zone Multiple Zone

5. Lease Serial No.
NMNM125658

6. If Indian, Allottee or Tribe Name

7. If Unit or CA Agreement, Name and No.

8. Lease Name and Well No.
FEZ FEDERAL COM
702H
322742

9. API Well No.
30025-45278

10. Field and Pool, or Exploratory
WILDCAT / WOLF CAMP WOLFBORE (98098)

2. Name of Operator
COG OPERATING LLC 229137

3a. Address
600 West Illinois Ave Midland TX 79701

3b. Phone No. (include area code)
(432)683-7443

4. Location of Well (Report location clearly and in accordance with any State requirements. *)
At surface SWSW / 280 FSL / 1115 FWL / LAT 32.138406 / LONG -103.377421
At proposed prod. zone NWNW / 200 FNL / 1310 FWL / LAT 32.166179 / LONG -103.376746

11. Sec., T, R, M, or Blk. and Survey or Area
SEC 9 / T25S / R35E / NMP

14. Distance in miles and direction from nearest town or post office*
9 miles

12. County or Parish
LEA

13. State
NM

15. Distance from proposed* location to nearest property or lease line, ft.
(Also to nearest drig. unit line, if any)
200 feet

16. No of acres in lease
640

17. Spacing Unit dedicated to this well
320.87

18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.
570 feet

19. Proposed Depth
12455 feet / 22320 feet

20. BLM/BIA Bond No. in file
FED: NMB000215

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
3252 feet

22. Approximate date work will start*
06/01/2018

23. Estimated duration
30 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable)

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office)
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- 5. Operator certification.
- 6. Such other site specific information and/or plans as may be requested by the BLM.

25. Signature (Electronic Submission) _____ Name (Printed/Typed) **Mayte Reyes / Ph: (575)748-6945** Date **03/20/2018**

Title **Regulatory Analyst**

Approved by (Signature) _____ Name (Printed/Typed) **Cody Layton / Ph: (575)234-5959** Date **09/28/2018**

Title **Assistant Field Manager Lands & Minerals** Office **CARLSBAD**

Application approval 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.
Conditions of approval, if any, are attached.

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.

GCA Rec 10/18

KL 10/18/18
Require NSL

APPROVED WITH CONDITIONS
Approval Date: 09/28/2018

(Continued on page 2)

(Instructions on page 2)

Double Sided

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application:

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to re-enter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts.

ROUTINE USE: Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Connection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

Additional Operator Remarks

Location of Well

- 1. SHL: SWSW / 280 FSL / 1115 FWL / TWSP: 25S / RANGE: 35E / SECTION: 9 / LAT: 32.138406 / LONG: -103.377421 (TVD: 0 feet, MD: 0 feet)
- PPP: SWNW / 2640 FNL / 1310 FWL / TWSP: 25S / RANGE: 35E / SECTION: 9 / LAT: 32.144892 / LONG: -103.37678 (TVD: 12449 feet, MD: 14850 feet)
- PPP: SWSW / 330 FSL / 1310 FWL / TWSP: 25S / RANGE: 35E / SECTION: 9 / LAT: 32.138544 / LONG: -103.376791 (TVD: 12400 feet, MD: 12525 feet)
- BHL: NWNW / 200 FNL / 1310 FWL / TWSP: 25S / RANGE: 35E / SECTION: 4 / LAT: 32.166179 / LONG: -103.376746 (TVD: 12455 feet, MD: 22320 feet)

BLM Point of Contact

Name: Tenille Ortiz
Title: Legal Instruments Examiner
Phone: 5752342224
Email: tortiz@blm.gov

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Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

CONFIDENTIAL



U.S. Department of the Interior
BUREAU OF LAND MANAGEMENT

Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Mayte Reyes

Signed on: 03/16/2018

Title: Regulatory Analyst

Street Address: 2208 W Main Street

City: Artesia

State: NM

Zip: 88210

Phone: (575)748-6945

Email address: Mreyes1@concho.com

Field Representative

Representative Name: Rand French

Street Address: 2208 West Main Street

City: Artesia

State: NM

Zip: 88210

Phone: (575)748-6940

Email address: rfrench@concho.com

APD ID: 10400028477

Submission Date: 03/20/2018

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Well Type: OIL WELL

Well Work Type: Drill

[Show Final Text](#)**Section 1 - General**

APD ID: 10400028477

Tie to previous NOS?

Submission Date: 03/20/2018

BLM Office: CARLSBAD

User: Mayte Reyes

Title: Regulatory Analyst

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM125658

Lease Acres: 640

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: COG OPERATING LLC

Operator letter of designation:

Operator Info

Operator Organization Name: COG OPERATING LLC

Operator Address: 600 West Illinois Ave

Zip: 79701

Operator PO Box:

Operator City: Midland

State: TX

Operator Phone: (432)683-7443

Operator Internet Address: RODOM@CONCHO.COM

Section 2 - Well Information

Well in Master Development Plan? NO

Mater Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: FEZ FEDERAL COM

Well Number: 702H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: WILDCAT

Pool Name: WOLFCAMP

Is the proposed well in an area containing other mineral resources? USEABLE WATER,OIL

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Describe other minerals:

Is the proposed well in a Helium production area? N **Use Existing Well Pad?** NO **New surface disturbance?**

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name: FEZ FEDERAL COM

Number: 603H, 702H AND 703H

Well Class: HORIZONTAL

Number of Legs:

Well Work Type: Drill

Well Type: OIL WELL

Describe Well Type:

Well sub-Type: EXPLORATORY (WILDCAT)

Describe sub-type:

Distance to town: 9 Miles

Distance to nearest well: 570 FT

Distance to lease line: 200 FT

Reservoir well spacing assigned acres Measurement: 320.87 Acres

Well plat: COG_Fez_702H_C102_20180316081831.pdf

Well work start Date: 06/01/2018

Duration: 30 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number:

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
SHL Leg #1	280	FSL	1115	FWL	25S	35E	9	Aliquot SWS W	32.138406	-103.377421	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 125658	3252	0	0
KOP Leg #1	280	FSL	1115	FWL	25S	35E	9	Aliquot SWS W	32.138406	-103.377421	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 125658	3252	0	0
PPP Leg #1	330	FSL	1310	FWL	25S	35E	9	Aliquot SWS W	32.138544	-103.376791	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 125658	-9148	12525	12400

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
PPP Leg #1	264 0	FNL	131 0	FWL	25S	35E	9	Aliquot SWN W	32.14489 2	- 103.3767 8	LEA	NEW MEXI CO	NEW MEXI CO	F	FEE	- 919 7	148 50	124 49
EXIT Leg #1	330	FNL	131 0	FWL	25S	35E	4	Aliquot NWN W	32.16582 1	- 103.3767 47	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 125657	- 917 5	221 00	124 27
BHL Leg #1	200	FNL	131 0	FWL	25S	35E	4	Aliquot NWN W	32.16617 9	- 103.3767 46	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 125657	- 920 3	223 20	124 55

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Pressure Rating (PSI): 10M

Rating Depth: 12455

Equipment: Annular, Blind Ram, Pipe Ram. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to the choke manifold. See attached for specs and hydrostatic test chart.

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested. Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets.

Choke Diagram Attachment:

COG_Fez_702H_10M_Choke_20180316085154.pdf

BOP Diagram Attachment:

COG_Fez_702H_10M_BOP_20180316085201.pdf

COG_Fez_702H_Flex_Hose_20180817083543.pdf

Pressure Rating (PSI): 5M

Rating Depth: 11685

Equipment: Annular. Accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold.

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to the choke manifold. See attached for specs and hydrostatic test chart.

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested. Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets.

Choke Diagram Attachment:

COG_Fez_702H_5M_Choke_20180316085225.pdf

BOP Diagram Attachment:

COG_Fez_702H_5M_BOP_20180316085231.pdf

COG_Fez_702H_Flex_Hose_20180817083551.pdf

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	1075	0	1075	-9411	-10581	1075	J-55	54.5	STC	2.35	7.03	DRY	8.77	DRY	8.77
2	INTERMEDIATE	12.25	9.625	NEW	API	N	0	11685	0	11685	-9411	-21491	11685	HCL-80	47	OTHER - BTC	1.59	1.07	DRY	2.04	DRY	2.04
3	PRODUCTION	8.75	5.5	NEW	API	N	0	22320	0	22320	-9411	-29318	22320	P-110	23	OTHER - BTC	1.8	2.12	DRY	2.53	DRY	2.53

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Fez_702H_Casing_Prog_20180316085255.pdf

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Casing Attachments

Casing ID: 2 String Type:INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Fez_702H_Casing_Prog_20180316085304.pdf

Casing ID: 3 String Type:PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Fez_702H_Casing_Prog_20180316085311.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1075	450	1.75	13.5	787	50	Class C	4% Gel
SURFACE	Tail		0	1075	250	1.34	14.8	335	50	Class C	2% CaCl2
INTERMEDIATE	Lead		0	1168 5	960	2.8	11	2688	50	Lead: NEOCEM	As needed
INTERMEDIATE	Tail		0	1168 5	300	1.1	16.4	330	50	Class H	As needed
PRODUCTION	Lead		0	2232 0	400	2	12.7	800	35	Lead: 35:65:6 H BLEND	As needed

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
PRODUCTION	Tail		0	2232 0	2930	1.24	14.4	3633	35	Tail: 50:50:2 Class H Blend	As needed

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	PH	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1168 5	2232 0	OIL-BASED MUD	10.5	12.5							OBM
0	1075	OTHER : FW Gel	8.4	8.6							FW Gel
1075	1168 5	OTHER : Diesel Brine Emulsion	8.6	8.9							Diesel Brine Emulsion

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

None planned

List of open and cased hole logs run in the well:

CNL,GR

Coring operation description for the well:

None planned

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 8100

Anticipated Surface Pressure: 5359.9

Anticipated Bottom Hole Temperature(F): 180

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geohazards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

COG_Fez_702H_H2S_Schem_20180316085834.pdf

COG_Fez_702H_H2S_SUP_20180316085840.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

COG_Fez_702H_AC_20180316085852.pdf

COG_Fez_702H_Direct_Plan_20180316085859.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

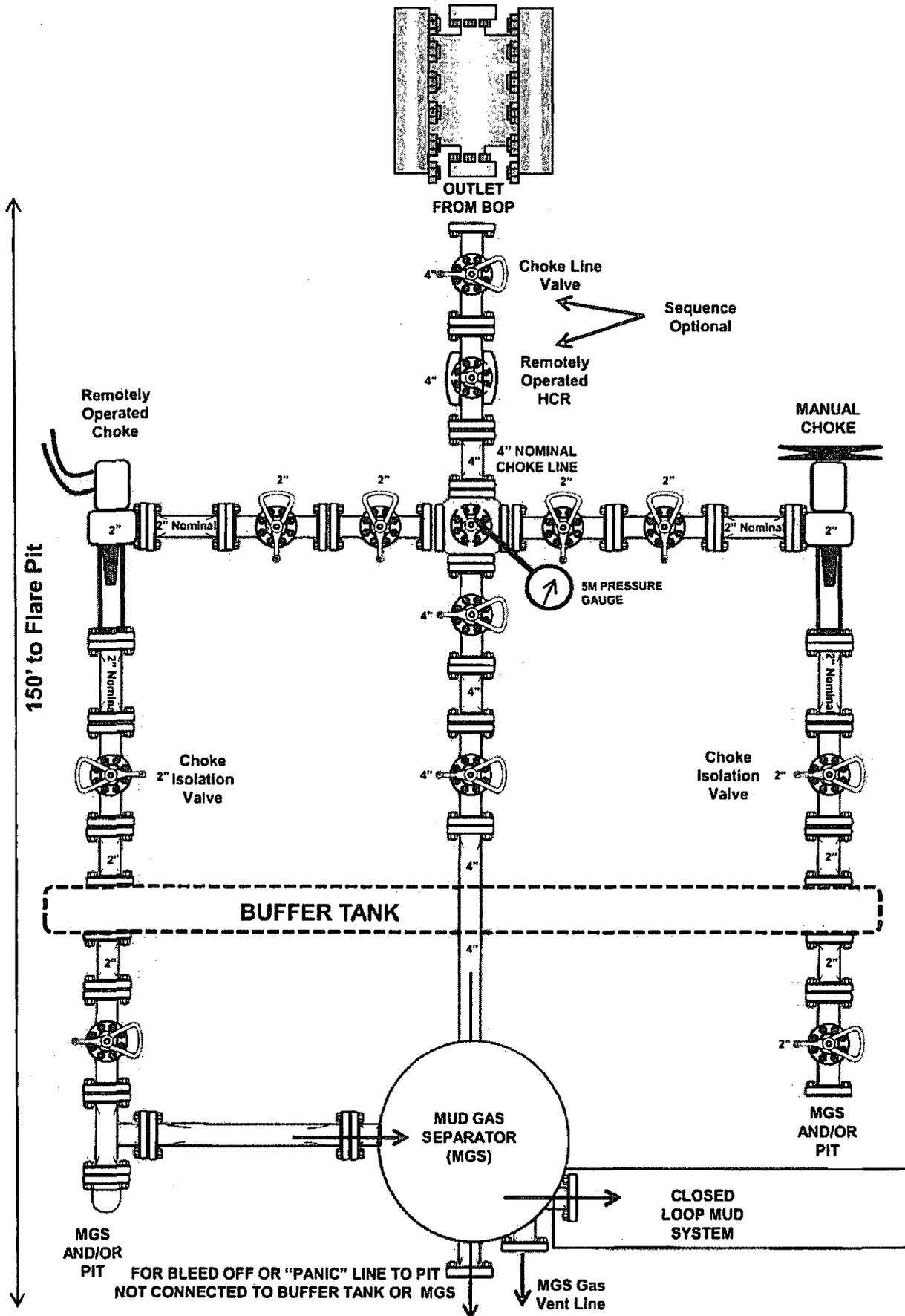
COG_Fez_702H_Drilling_Prog_20180810093641.pdf

COG_Fez_702H_GCP_20180810093705.pdf

Other Variance attachment:

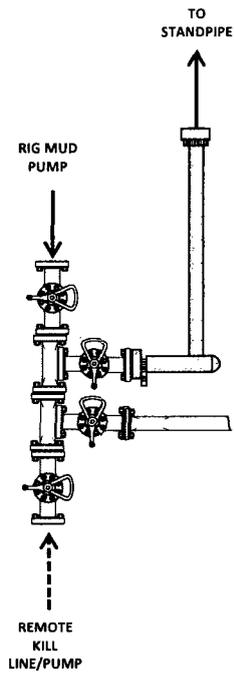
COG_5M_Annular_Variance_WCP_20180314103010.pdf

5M Choke Manifold Equipment (WITH MGS + CLOSED LOOP)

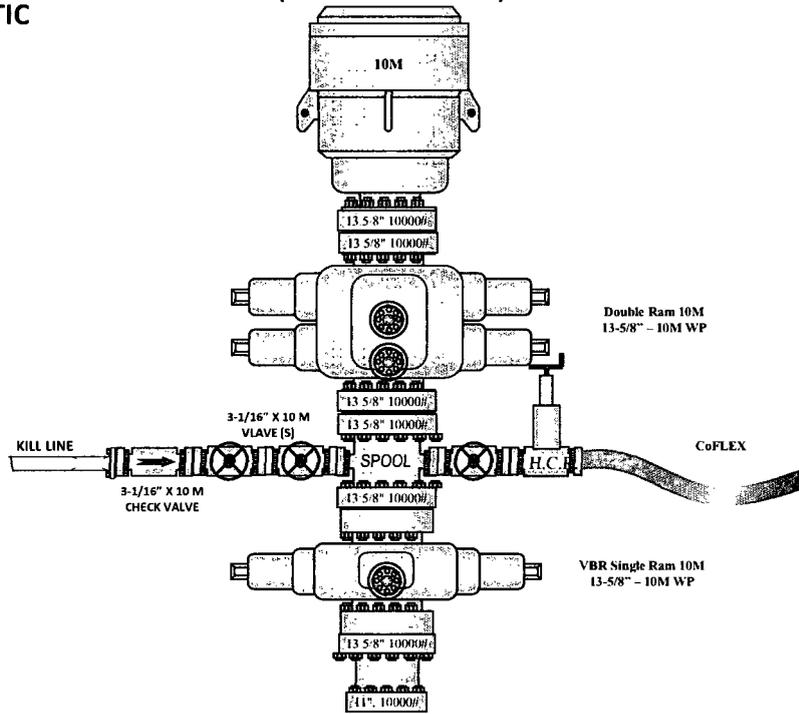


10M BOP Stack

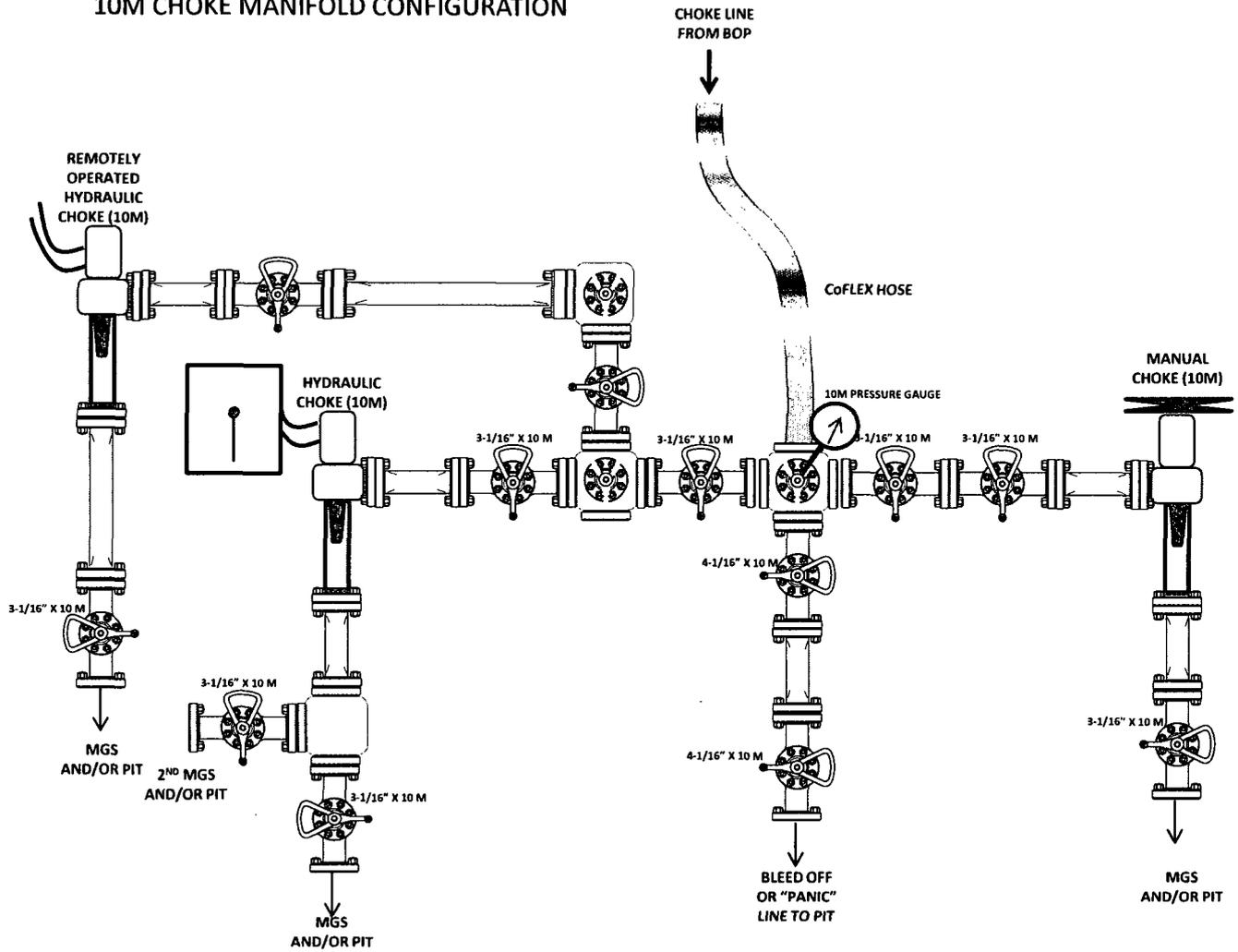
10M REMOTE KILL SCHEMATIC



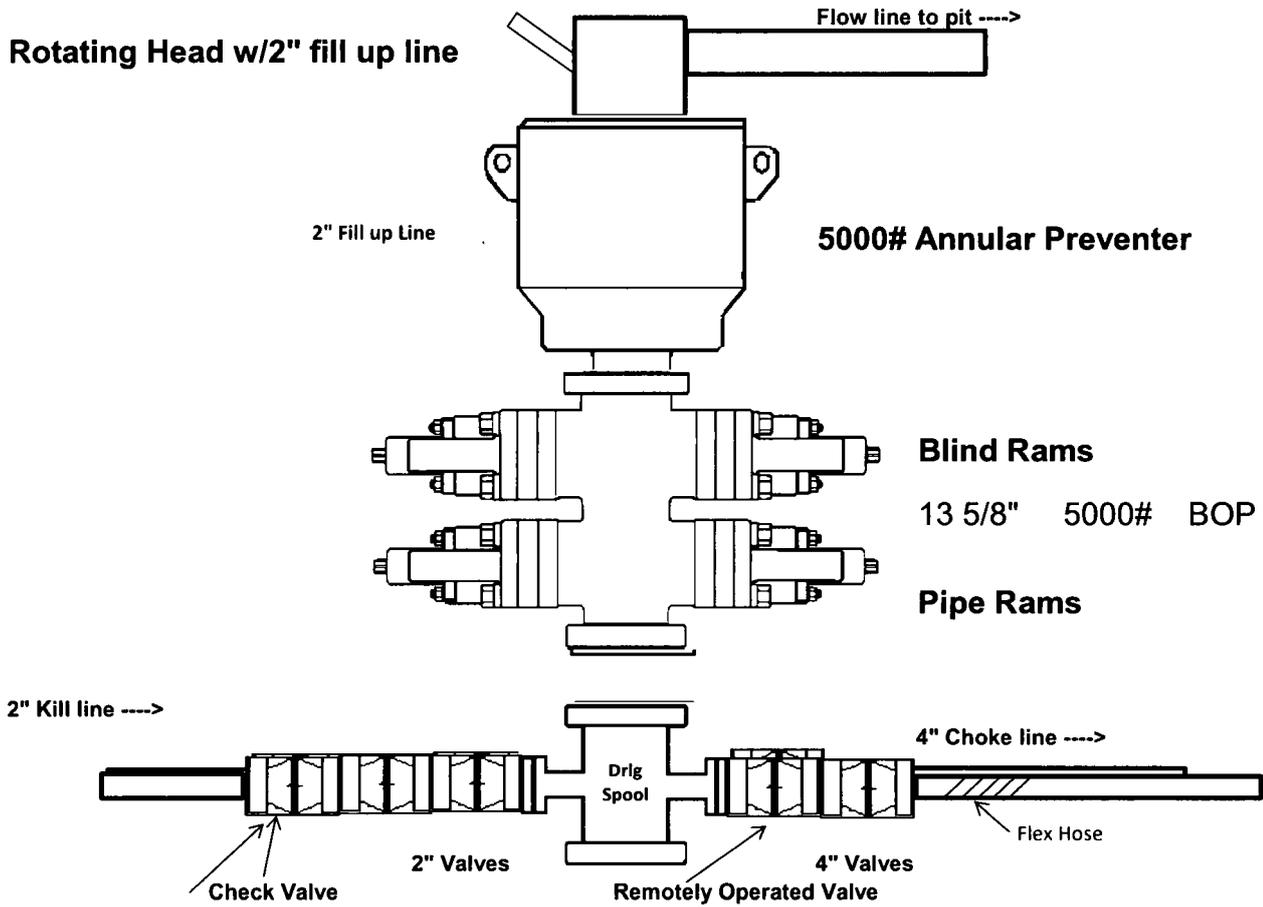
10M BOP Stack (10M Annular)



10M CHOKE MANIFOLD CONFIGURATION



5,000 psi BOP Schematic



Certificate of Conformance	
Equipment Name	STUDS & NUTS KIT, FLG, 4-10M
Part Number	20022221
Serial Number	N/A
Customer	NOV GALENA PARK - CO 514
Rig	RIG 129
Customer Purchase Order	GPK1000357
NOV Sales Order	830047
Date of Manufacturing	MAY 2012
Quantity	10 (TEN)

NOV certifies that the above equipment:

- 1) Was manufactured and inspected in accordance with NOV specifications and customer purchase order requirements.

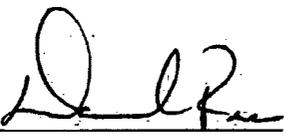
PREPARED BY:


Lucy Garcia
Documentation Specialist

REVIEWED BY:


Ashleigh Woodhouse
Documentation Specialist

CERTIFIED BY:


Quality Department

Certificate of Conformance	
Equipment Name	KILL HOSE, 02.0"ID X 40' LG, 10K PSI
Part Number	20095185
Serial Number	20095185-61453
Customer	NOV GALENA PARK – CO 514
Rig	RIG 129
Customer Purchase Order	GPK1000357
NOV Sales Order	830047
Date of Manufacturing	OCTOBER 2011
Quantity	1 (ONE)

NOV certifies that the above equipment:

- 1) Was manufactured and inspected in accordance with NOV specifications and customer purchase order requirements.
- 2) Manufactured to:
 - API SPECIFICATION 16C
- 3) Meets the applicable portions of NACE MR 0175/ISO 15156-1, for internal H₂S service.

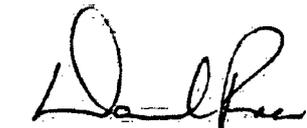
PREPARED BY:


Lucy Garcia
Documentation Specialist

REVIEWED BY:


Ashleigh Woodhouse
Documentation Specialist

CERTIFIED BY:


Quality Department



8902 N. MAIN
HOUSTON, TX 770220
Ph: 713-692-3410 Fax: 713-692-3910

Printed: 04/18/2011
Page

PAGE 3 OF 4
PN 20080216P
LN RJ 503
EAR BLK 21-5M
LXT 3.26 X 5.00

Certified

Order Number

74692

Customer: 00000068
SFI-GRAY STEEL INC.
3511 W.12TH STREET
HOUSTON, TX 77008

Shipped To:
SFI-GRAY STEEL INC.
3511 W. 12TH STREET
HOUSTON, TX 77008

Customer Purchase Order No.	Customer Shipper No.	Material Type	Mat'l Heat Code	Lot Number
18354		4130	SEE BELOW	

Process: NQT

PROCESSING SPECIFICATIONS

Requirement	Specified	Qty Tested	Test Results
SFC HDNS:	212-235 BHN	4	228-235

Line#	Quantity	Weight	Part Number/Description	Revision
1	60	208.0	P/DWG#20080216PD	
2			3/4" PL 3.26" X 5"	
3	1		3/4" PL 4" X 6" COUPON TO LAB	
4			HT#E50984L-66872A	

Operation	Spec Temp Range	Specified Soak Time	Furnace# Load#	Atmos/Dpt CarbPot	Q-Media Q-Temp	Start Date	Time In	Time Out	Date Complete
NORMALIZE	1675	1:00	1			04/12/2011	2:30	4:30	04/12/2011
QUENCH	1600	1:00	5		WATER 72-80	04/13/2011	9:30	12:00	04/13/2011
TEMPER	1275	1:00	3			04/15/2011	6:30	8:00	04/15/2011

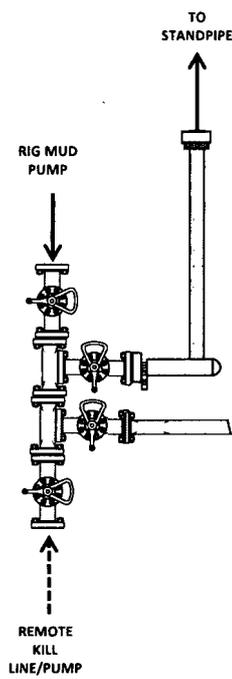
COMMENTS


4-18-11
 JAMES MUSGROVE Date Signed

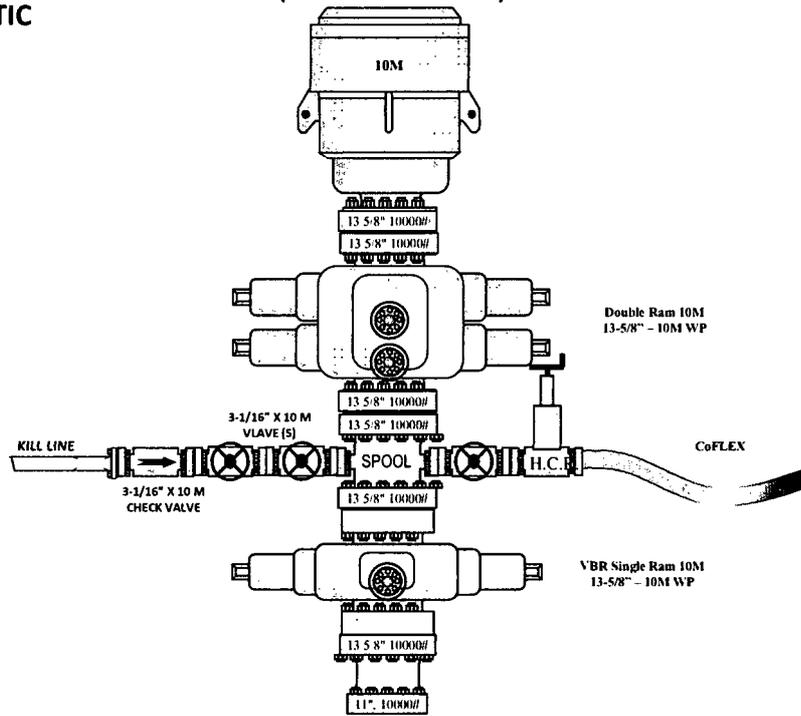
REVIEW OF REPUBLIC
 WORK ORDER CERTS
 TO CUSTOMER REQUIREMENTS
 DATE 4-18-11 BY 

10M BOP Stack

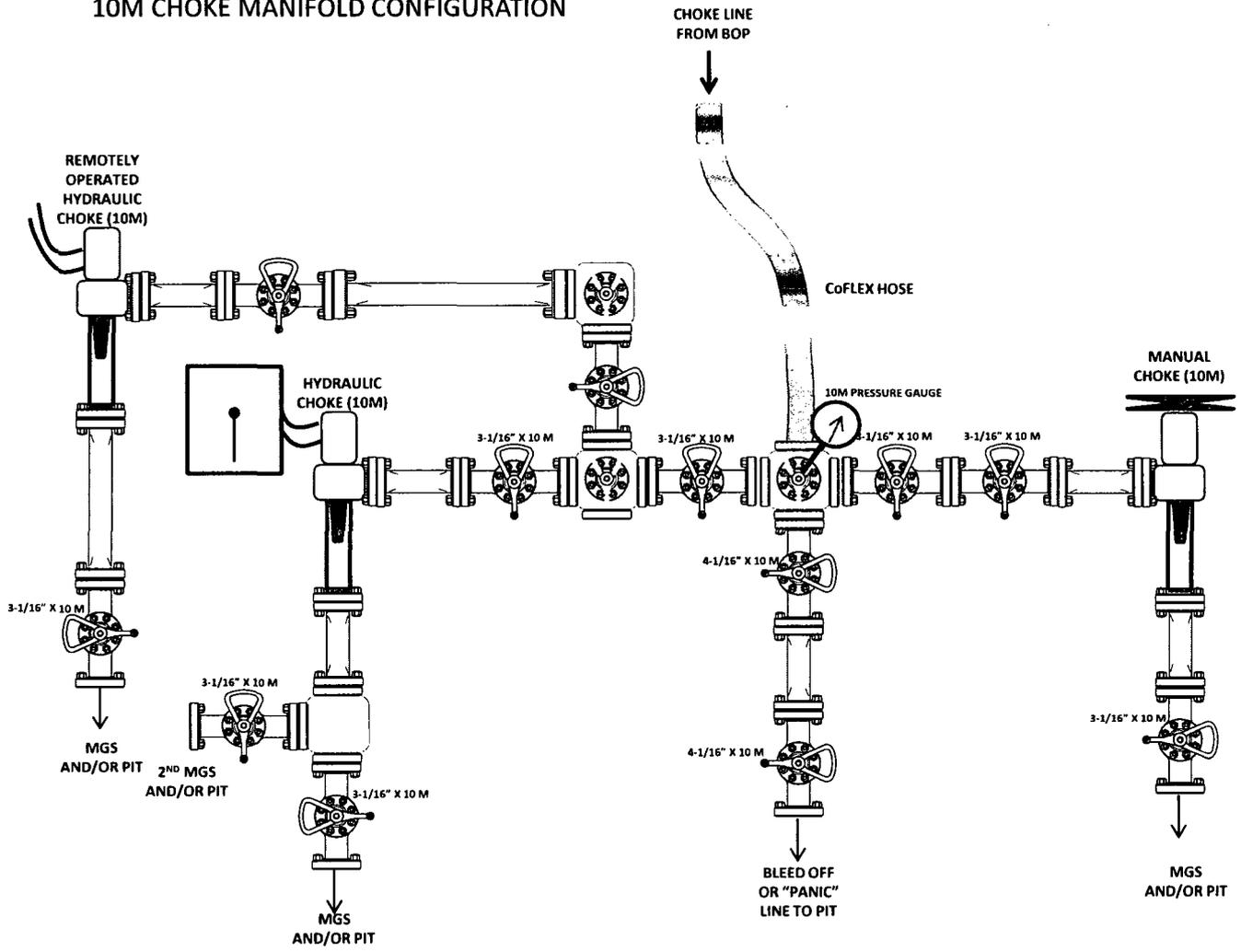
10M REMOTE KILL SCHEMATIC



10M BOP Stack (10M Annular)



10M CHOKE MANIFOLD CONFIGURATION



Certificate of Conformance	
Equipment Name	STUDS & NUTS KIT, FLG, 4-10M
Part Number	20022221
Serial Number	N/A
Customer	NOV GALENA PARK - CO 514
Rig	RIG 129
Customer Purchase Order	GPK1000357
NOV Sales Order	830047
Date of Manufacturing	MAY 2012
Quantity	10 (TEN)

NOV certifies that the above equipment:

- 1) Was manufactured and inspected in accordance with NOV specifications and customer purchase order requirements.

PREPARED BY: 
 Lucy Garcia
 Documentation Specialist

REVIEWED BY: 
 Ashleigh Woodhouse
 Documentation Specialist

CERTIFIED BY: 
 Quality Department

Certificate of Conformance	
Equipment Name	KILL HOSE, 02.0"ID X 40' LG, 10K PSI
Part Number	20095185
Serial Number	20095185-61453
Customer	NOV GALENA PARK - CO 514
Rig	RIG 129
Customer Purchase Order	GPK1000357
NOV Sales Order	830047
Date of Manufacturing	OCTOBER 2011
Quantity	1 (ONE)

NOV certifies that the above equipment:

- 1) Was manufactured and inspected in accordance with NOV specifications and customer purchase order requirements.
- 2) Manufactured to:
 - API SPECIFICATION 16C
- 3) Meets the applicable portions of NACE MR 0175/ISO 15156-1, for internal H₂S service.

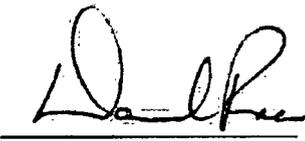
PREPARED BY:


Lucy Garcia
Documentation Specialist

REVIEWED BY:


Ashleigh Woodhouse
Documentation Specialist

CERTIFIED BY:


Quality Department



8902 N. MAIN
HOUSTON, TX 77020
Ph: 713-692-3410 Fax: 713-692-3910

Printed: 04/18/2011
Page
PAGE 3 OF 4
PN 20080216P
LN RJ 503
EAR BLK 21-5M
LXT 3.26 X 5.00

Certifi
Order Number

74692

Customer: 00000068
SFI-GRAY STEEL INC.
3511 W.12TH STREET
HOUSTON, TX 77008

Shipped To:
SFI-GRAY STEEL INC.
3511 W. 12TH STREET
HOUSTON, TX 77008

Customer Purchase Order No.	Customer Shipper No.	Material Type	Mat'l Heat Code	Lot Number
18354		4130	SEE BELOW	

Process: NQT

PROCESSING SPECIFICATIONS

Requirement	Specified	Qty Tested	Test Results
SFC HDNS:	212-235 BHN	4	228-235

Line#	Quantity	Weight	Part Number/Description	Revision
1	60	208.0	P/DWG#20080216PD	
2			3/4" PL 3.26" X 5"	
3	1		3/4" PL 4" X 6" COUPON TO LAB	
4			HT#E50984L-66872A	

Operation	Spec Temp Range	Specified Soak Time	Furnace# Load#	Atmos/Dpt CarbPot	Q-Media Q-Temp	Start Date	Time In	Time Out	Date Complete
NORMALIZE	1675	1:00	1			04/12/2011	2:30	4:30	04/12/2011
QUENCH	1600	1:00	5		WATER 72-80	04/13/2011	9:30	12:00	04/13/2011
TEMPER	1275	1:00	3			04/15/2011	6:30	8:00	04/15/2011

COMMENTS


 JAMES MUSGROVE _____ Date Signed 4-18-11

REVIEW OF REPUBLIC
 WORKORDER CERTS
 TO CUSTOMER REQUIREMENTS
 DATE 4-18-11 BY [Signature]

Casing Program

Hole Size	Casing Interval		Csg. Size	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
	From	To							
17.5"	0	1075	13.375"	54.5	J55	STC	2.35	7.03	8.77
12.25"	0	11685	9.625"	47	HCL80	BTC	1.59	1.07	2.04
8.75"	0	22,320	5.5"	23	P110	BTC	1.80	2.12	2.53
BLM Minimum Safety Factor							1.125	1	1.6 Dry 1.8 Wet

Intermediate casing will be kept at least 1/3 full while running casing to mitigate collapse. Intermediate burst based on 0.7 frac gradient at the shoe with Gas Gradient 0.1 psi/ft to surface.
 All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Casing Program

Hole Size	Casing Interval		Csg. Size	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
	From	To							
17.5"	0	1075	13.375"	54.5	J55	STC	2.35	7.03	8.77
12.25"	0	11685	9.625"	47	HCL80	BTC	1.59	1.07	2.04
8.75"	0	22,320	5.5"	23	P110	BTC	1.80	2.12	2.53
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Casing Program

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 All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

COG Operating, LLC - Fez Federal Com 702H

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary?	
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

3. Cementing Program

Casing	# Sks	Wt. lb/ gal	Yld ft3/ sack	H₂O gal/sk	500# Comp. Strength (hours)	Slurry Description
Surf.	450	13.5	1.75	9	12	Lead: Class C + 4% Gel
	250	14.8	1.34	6.34	8	Tail: Class C + 2% CaCl ₂
Inter. Stage1	960	11	2.8	19	48	Lead: NeoCem
	300	16.4	1.1	5	8	Tail: Class H
DV Tool @ 5300'						
Inter. Stage2	730	11	2.8	19	48	Lead: NeoCem
	100	14.8	1.35	6.34	8	Tail: Class C + 2% Cacl
5.5 Prod	400	12.7	2	10.6	16	Lead: 35:65:6 H Blend
	2930	14.4	1.24	5.7	19	Tail: 50:50:2 Class H Blend

Volumes Subject to Observed Hole Conditions and/or Fluid Caliper Results
 Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Casing String	TOC	% Excess
Surface	0'	50%
1 st Intermediate	0'	50%
Production	10,685'	35%

COG Operating, LLC - Fez Federal Com 702H

4. Pressure Control Equipment

Y	A variance is requested for the use of a diverter on the surface casing. See attached for schematic.
---	--

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Type	x	Tested to:
12-1/4"	13-5/8"	5M	Annular	x	2500 psi
			Blind Ram	x	5M
			Pipe Ram	x	
			Double Ram		
			Other*		
8-3/4"	13-5/8"	10M	5M Annular	x	5000 psi
			Blind Ram	x	10M
			Pipe Ram	x	
			Double Ram		
			Other*		

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

Y	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or 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. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.
Y	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.
N	Are anchors required by manufacturer?
N	A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.

COG Operating, LLC - Fez Federal Com 702H

5. Mud Program

Depth		Type	Weight (ppg)	Viscosity	Water Loss
From	To				
0	Surf. Shoe	FW Gel	8.4 - 8.6	28-29	N/C
Surf csg	Int shoe	Diesel Brine Emul	8.6 - 8.9	30-40	N/C
Int shoe	Lateral TD	OBM	10.5 - 12.5	30-40	20

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring
---	-----------------------------

6. Logging and Testing Procedures

Logging, Coring and Testing	
Y	Will run GR/CNL from TD to surface (horizontal well – vertical portion of hole). Stated logs run will be in the Completion Report and submitted to the BLM.
N	Are Logs are planned based on well control or offset log information.
N	Drill stem test? If yes, explain.
N	Coring? If yes, explain.

Additional logs planned		Interval
N	Resistivity	Pilot Hole TD to ICP
N	Density	Pilot Hole TD to ICP
Y	CBL	Production casing (If cement not circulated to surface)
Y	Mud log	Intermediate shoe to TD
N	PEX	

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 tool joint 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 <ul style="list-style-type: none"> • Lift Flow Sensor or Pit Float to indicate a kick • Immediately record start time 	Company Representative / Rig Manager
Recognition <ul style="list-style-type: none"> • 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 <ul style="list-style-type: none"> • Sound alarm, notify rig crew that the well is flowing 	Company Representative / Rig Manager
Reaction <ul style="list-style-type: none"> • 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 <ul style="list-style-type: none"> • Lift Flow Sensor or Pit Float to indicate a kick • Immediately record start time 	Company Representative / Rig Manager
Recognition <ul style="list-style-type: none"> • Driller recognizes indicator • Suspends tripping operations • Conduct Flow Check 	Driller
Initiate Action <ul style="list-style-type: none"> • Sound alarm, notify rig crew that the well is flowing 	Company Representative / Rig Manager
Reaction <ul style="list-style-type: none"> • 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
<ul style="list-style-type: none"> • 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

APD ID: 10400028477

Submission Date: 03/20/2018

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Well Type: OIL WELL

Well Work Type: Drill

[Show Final Text](#)**Section 1 - Existing Roads**

Will existing roads be used? YES

Existing Road Map:

COG_Fez_702H_ExistingRd_20180316085924.pdf

Existing Road Purpose: ACCESS

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

COG_Fez_702H_MapsPlats_20180316090041.pdf

New road type: TWO-TRACK

Length: 9.2 Feet

Width (ft.): 30

Max slope (%): 33

Max grade (%): 1

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage, and to be consistent with local drainage patterns.

New road access plan or profile prepared? NO

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: Blading

Access other construction information: No turnouts are planned. Re-routing access road around proposed well location.

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: None necessary.

Road Drainage Control Structures (DCS) description: None needed.

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

COG_Fez_702H_1Mile_Data_20180316090058.pdf

Existing Wells description:

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: A tank battery and facilities will be constructed adjacent to the north side of the Fez Federal Com 603H, 702H, and 703H well pad as shown on the Fez Federal Com Center CTB Production Facility Layout. The tank battery and facilities will be installed according to API specifications. No flow lines are anticipated at this time.

Production Facilities map:

COG_Fez_Center_CTB_20180316072500.pdf

COG_Fez_702H_Prod_Facility_20180316090110.pdf

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: INTERMEDIATE/PRODUCTION CASING

Water source type: OTHER

Describe type: Brine

Source latitude:

Source longitude:

Source datum:

Water source permit type: PRIVATE CONTRACT

Source land ownership: COMMERCIAL

Water source transport method: TRUCKING

Source transportation land ownership: COMMERCIAL

Water source volume (barrels): 30000

Source volume (acre-feet): 3.866793

Source volume (gal): 1260000

Water source use type: STIMULATION, SURFACE CASING

Water source type: OTHER

Describe type: Fresh Water

Source latitude:

Source longitude:

Source datum:

Water source permit type: PRIVATE CONTRACT

Source land ownership: PRIVATE

Water source transport method: PIPELINE

Source transportation land ownership: PRIVATE

Water source volume (barrels): 450000

Source volume (acre-feet): 58.001892

Source volume (gal): 18900000

Water source and transportation map:

COG_Fez_702H_BrineH2O_20180316090125.pdf

COG_Fez_702H_FreshH2O_20180316090153.pdf

Water source comments: Fresh water will be obtained from CP-1285 Dinwiddle Cattle Co. water well located in Section 5, T26S, R36E. Brine water will be obtained from the Salty Dog Brine station located in Section 5. T19S. R36E.

New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche will be obtained from the actual well site if available. If not available onsite, caliche will be obtained from Bert Madera caliche pit located in Section 6. T25S. R35E. Phone 575-631-4444.

Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Drilling fluids and produced oil and water during drilling and completion operations

Amount of waste: 6000 barrels

Waste disposal frequency : One Time Only

Safe containment description: All drilling waste will be stored safely and disposed of properly

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL FACILITY **Disposal location ownership:** COMMERCIAL

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Waste type: SEWAGE

Waste content description: Human waste and gray water

Amount of waste: 250 gallons

Waste disposal frequency : Weekly

Safe containment description: Waste will be properly contained and disposed of properly at a state approved disposal facility

Safe containmant attachment:

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: YES

Ancillary Facilities attachment:

COG_Fez_702H_GCP_20180316092409.pdf

Comments: GCP Attached.

Section 9 - Well Site Layout

Well Site Layout Diagram:

COG_Fez_Center_CTB_20180316072606.pdf

COG_Fez_702H_Prod_Facility_20180316092429.pdf

Comments: A tank battery and facilities will be constructed adjacent to the north side of the Fez Federal Com 603H, 702H, and 703H well pad as shown on the Fez Federal Com Center CTB Production Facility Layout. The tank battery and facilities will be installed according to API specifications. No flow lines are anticipated at this time.

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: FEZ FEDERAL COM

Multiple Well Pad Number: 603H, 702H AND 703H

Recontouring attachment:

Drainage/Erosion control construction: If needed, immediately following pad construction approximately 400' of straw wattles will be placed on the East side of the location to reduce sediment impacts to fragile/sensitive soils.

Drainage/Erosion control reclamation: West 80'

Well pad proposed disturbance (acres): 3.67	Well pad interim reclamation (acres): 0.15	Well pad long term disturbance (acres): 3.35
Road proposed disturbance (acres): 0.001	Road interim reclamation (acres): 0.001	Road long term disturbance (acres): 0.001
Powerline proposed disturbance (acres): 0	Powerline interim reclamation (acres): 0	Powerline long term disturbance (acres): 0
Pipeline proposed disturbance (acres): 0	Pipeline interim reclamation (acres): 0	Pipeline long term disturbance (acres): 0
Other proposed disturbance (acres): 0	Other interim reclamation (acres): 0	Other long term disturbance (acres): 0
Total proposed disturbance: 3.671	Total interim reclamation: 0.151	Total long term disturbance: 3.351

Disturbance Comments:

Reconstruction method: New construction of pad.

Topsoil redistribution: West 80'

Soil treatment: None

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Existing Vegetation at the well pad: Shinnery Oak/Mesquite grassland

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Shinnery Oak/Mesquite grassland

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: Shinnery Oak/Mesquite grassland

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: N/A

Existing Vegetation Community at other disturbances attachment:

Non native seed used? NO

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed type:

Seed source:

Seed name:

Source name:

Source address:

Source phone:

Seed cultivar:

Seed use location:

PLS pounds per acre:

Proposed seeding season:

Seed Summary

Total pounds/Acre:

Seed Type

Pounds/Acre

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name: Gerald

Last Name: Herrera

Phone: (432)260-7399

Email: gherrera@concho.com

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: N/A

Weed treatment plan attachment:

Monitoring plan description: N/A

Monitoring plan attachment:

Success standards: N/A

Pit closure description: N/A

Pit closure attachment:

COG_Fez_702H_Closed_Loop_20180316092447.pdf

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: PRIVATE OWNERSHIP

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 702H

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Fee Owner: Rubert F. Madera

Fee Owner Address: P.O. Box 2795 Ruidoso, NM 88355

Phone: (575)390-2861

Email:

Surface use plan certification: NO

Surface use plan certification document:

Surface access agreement or bond: Agreement

Surface Access Agreement Need description: A SUA agreement between COG Operating LLC and Rupert F. Madera was finalized on 7/27/2016.

Surface Access Bond BLM or Forest Service:

BLM Surface Access Bond number:

USFS Surface access bond number:

Section 12 - Other Information

Right of Way needed? NO

Use APD as ROW?

ROW Type(s):

ROW Applications

SUPO Additional Information:

Use a previously conducted onsite? YES

Previous Onsite information: Onsite completed on 11/30/2017 by Gerald Herrera (COG) and Jeff Robertson (BLM).

Other SUPO Attachment

COG_Fez_702H_Certification_20180316092500.pdf

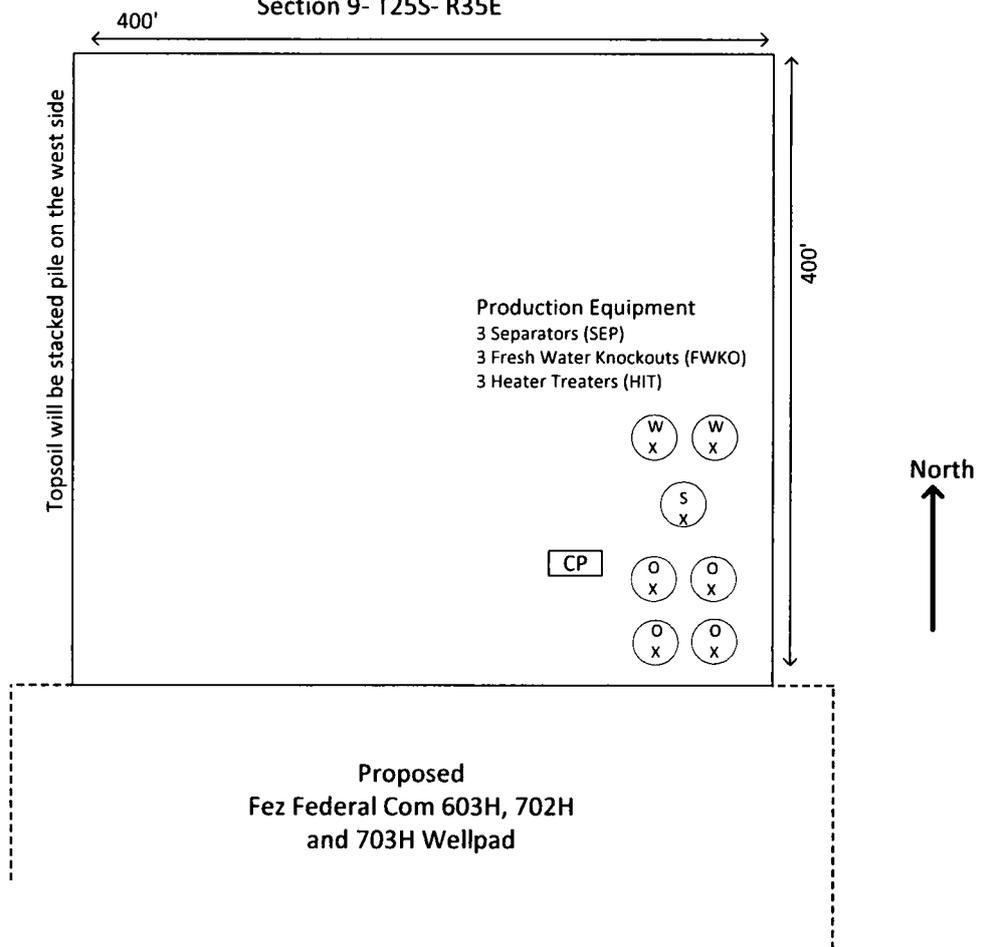
CONCHO
 COG Operating LLC
 2208 West Main Street
 Artesia, NM 88210

Well Site Layout
Production Facility Layout
 Fez Federal Com Center CTB
 Section 9- T25S- R35E

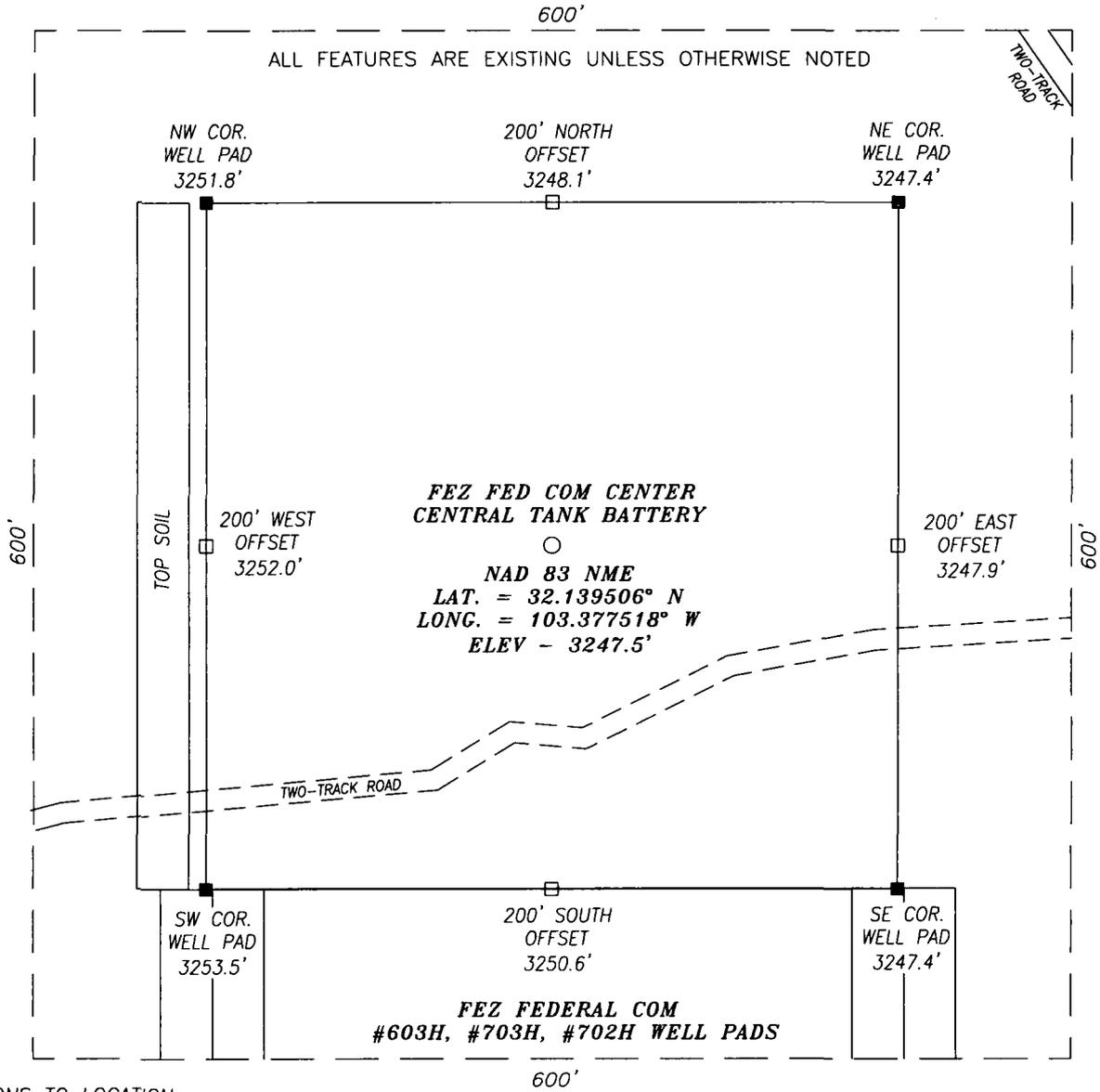
Exhibit 3

Legend

- O** = 750 BBL Steel Oil Tank
- W** = 750 BBL Steel Water Tank
- S** = 1000 BBL Steel Skim Tank
- H** = 6' x 20' Heater
- X** = Valve
- SEP** = Separator
- FWKO** = Fresh Water Knockout
- HIT** = Heater
- CP** = Control Panel



SECTION 9, TOWNSHIP 25 SOUTH, RANGE 35 EAST, N.M.P.M.,
LEA COUNTY NEW MEXICO

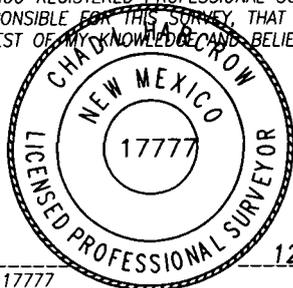


DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF ST. HWY 128 & BATTLE AXE RD. GO SOUTHEASTERLY ON ST. HWY 128 FOR APPROX. 0.3 MI.; THEN GO RIGHT (SOUTHERLY) ON MEANDERING CALICHE RD. FOR APPROX. 2.4 MI.; THEN GO LEFT (EASTERLY) ON MEANDERING CALICHE RD. FOR APPROX. 3.0 MI.; THEN GO RIGHT (SOUTHERLY) ON CALICHE RD. FOR APPROX. 1.0 MI.; THEN GO RIGHT (WESTERLY) ON CALICHE RD. FOR APPROX. 0.8 MI.; THE PROPOSED CTB LIES APPROX. 600' TO THE RIGHT (NORTH).

CERTIFICATION

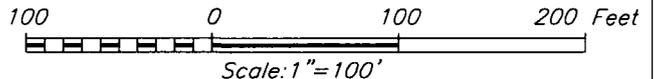
I, CHAD HARCROW, A NEW MEXICO REGISTERED PROFESSIONAL SURVEYOR CERTIFY THAT I DIRECTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



Chad Harcrow
CHAD HARCROW N.M.P.S. NO. 17777

12/18/17
DATE

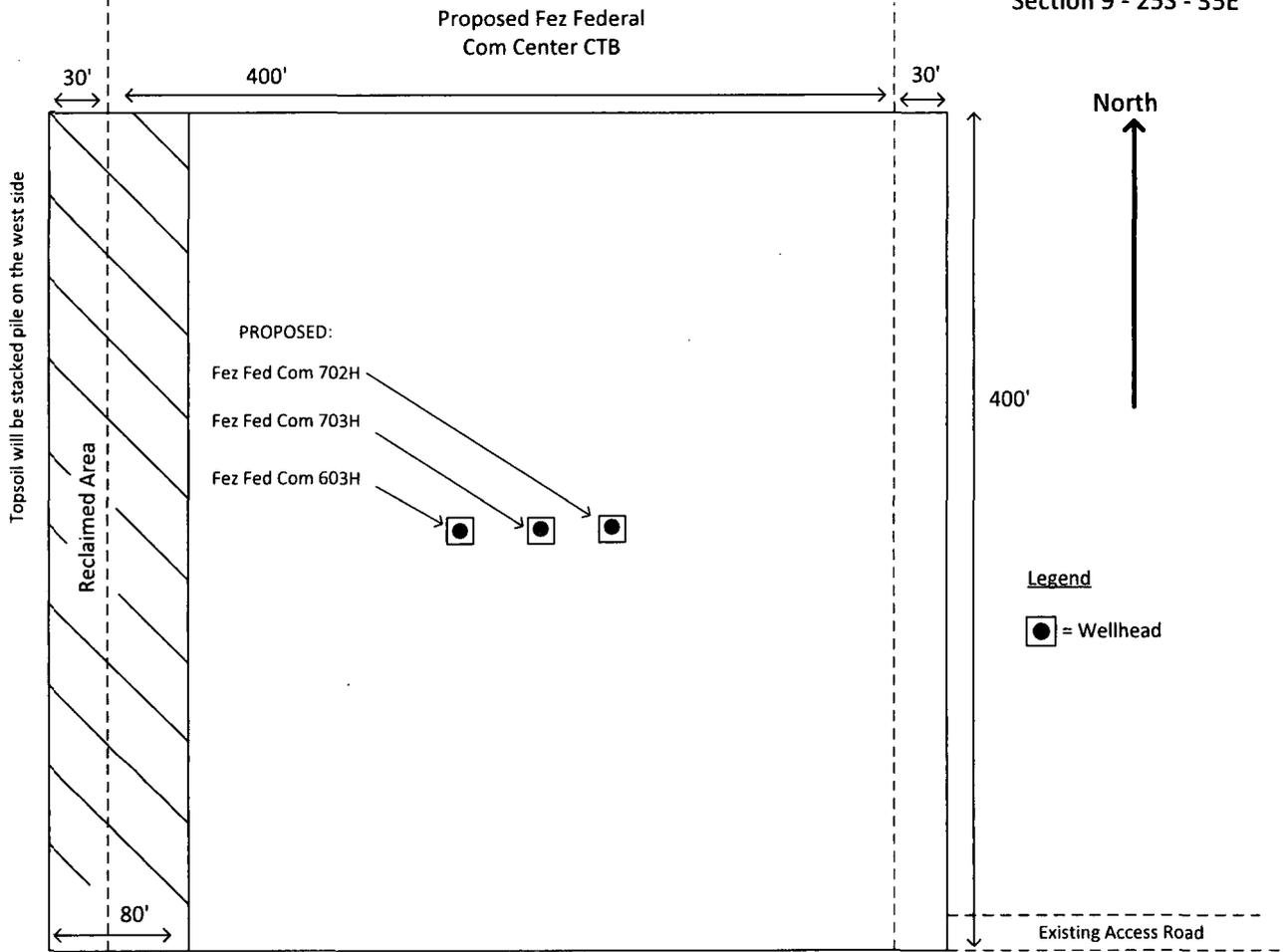
HARCROW SURVEYING, LLC
2314 W. MAIN ST, ARTESIA, N.M. 88210
PH: (575) 746-2158 FAX: (575) 746-2158
Texas Firm No. 10194089
c.harcrow@harcrowsurveying.com



COG OPERATING, LLC		
FEZ FEDERAL COM CENTER CENTRAL TANK BATTERY LOCATED 680 FEET FROM THE SOUTH LINE AND 1085 FEET FROM THE WEST LINE OF SECTION 9, TOWNSHIP 25 SOUTH, RANGE 35 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO		
SURVEY DATE: DECEMBER 7, 2017	PAGE: 1 OF 1	
DRAFTING DATE: DECEMBER 15, 2017		
APPROVED BY: CH	DRAWN BY: VD	FILE: 17-1549

Exhibit 3

Well Site Layout Production Facility Layout Fez Federal Com 702H Section 9 - 25S - 35E



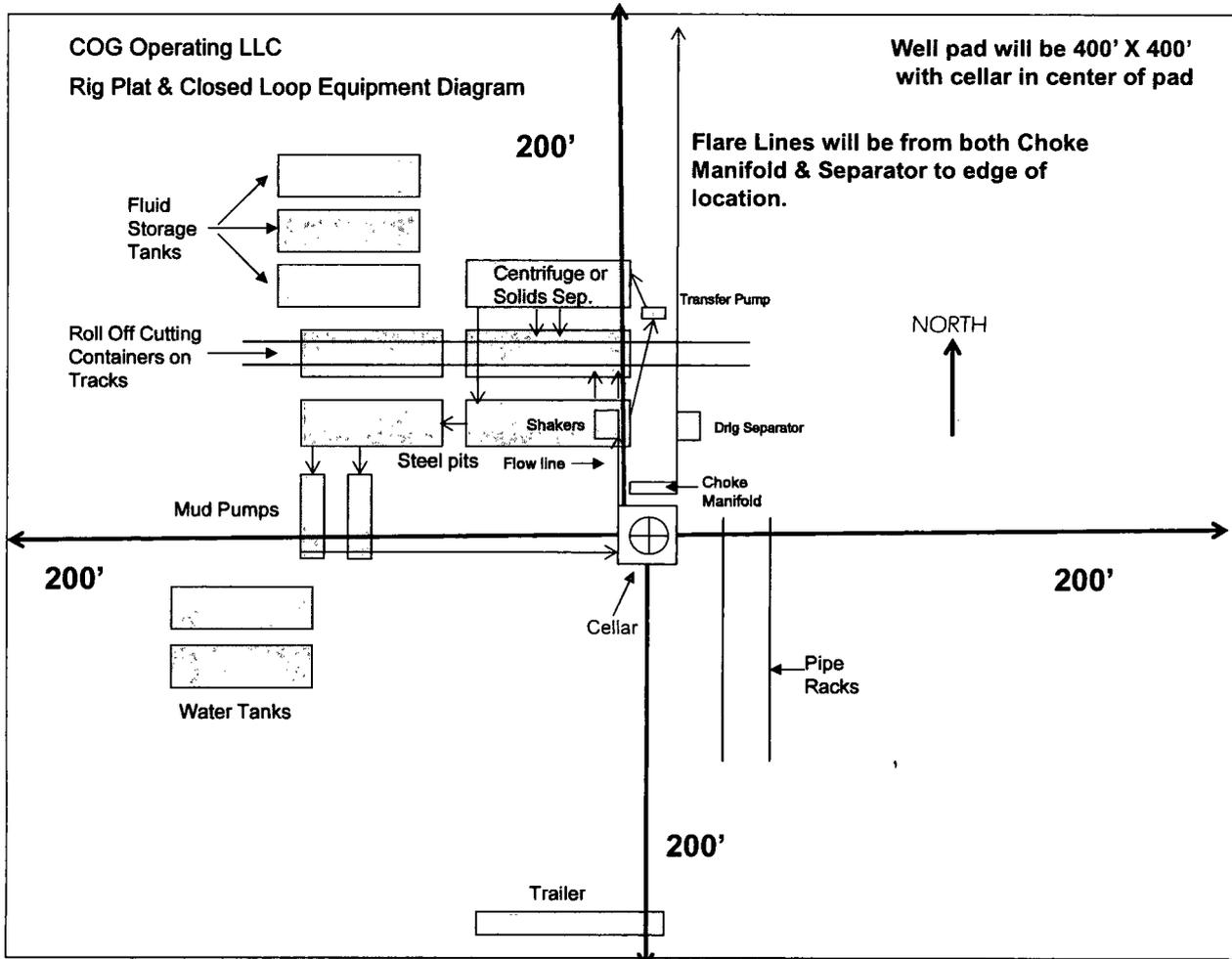


Exhibit 1

I further certify that COG will comply with Rule 19.15.17 NMAC by using a Closed Loop System.

Surface Use Plan
COG Operating LLC
Fez Federal Com 702H
SHL: 280' FSL & 1115' FWL UL M
Section 9, T25S, R35E
BHL: 200' FNL & 1310' FWL UL D
Section 4, T25S, R35E
Lea County, New Mexico

OPERATOR CERTIFICATION

I hereby certify that I, or persons under my direct supervision, have inspected the drill site and access road proposed herein; that I am familiar with the conditions that presently exist; that I have full knowledge of State and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or COG Operating LLC, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements. Executed this 21st day of December, 2017.

Signed: Mayte Reyes

Printed Name: Mayte Reyes

Position: Regulatory Analyst

Address: 2208 W. Main Street, Artesia, NM 88210

Telephone: (575) 748-6945

E-mail: mreyes1@concho.com

Field Representative (if not above signatory): Rand French

Telephone: (575) 748-6940. E-mail: rfrench@concho.com

Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Describe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Describe precipitated solids disposal:

Precipitated solids disposal permit:

Unlined pit precipitated solids disposal schedule:

Unlined pit precipitated solids disposal schedule attachment:

Unlined pit reclamation description:

Unlined pit reclamation attachment:

Unlined pit Monitor description:

Unlined pit Monitor attachment:

Do you propose to put the produced water to beneficial use?

Beneficial use user confirmation:

Estimated depth of the shallowest aquifer (feet):

Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

TDS lab results:

Geologic and hydrologic evidence:

State authorization:

Unlined Produced Water Pit Estimated percolation:

Unlined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Unlined pit bond number:

Unlined pit bond amount:

Additional bond information attachment:

Section 4 - Injection

Would you like to utilize Injection PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

Injection well type:

Injection well number:

Assigned injection well API number?

Injection well new surface disturbance (acres):

Minerals protection information:

Mineral protection attachment:

Underground Injection Control (UIC) Permit?

UIC Permit attachment:

Injection well name:

Injection well API number:

Section 5 - Surface Discharge

Would you like to utilize Surface Discharge PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Surface discharge PWD discharge volume (bbl/day):

Surface Discharge NPDES Permit?

Surface Discharge NPDES Permit attachment:

Surface Discharge site facilities information:

Surface discharge site facilities map:

Section 6 - Other

Would you like to utilize Other PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Other PWD discharge volume (bbl/day):

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:



**U.S. Department of the Interior
BUREAU OF LAND MANAGEMENT**

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB000215

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:



APD ID: 10400028477

Submission Date: 03/20/2018

Operator Name: COG OPERATING LLC



Well Name: FEZ FEDERAL COM

Well Number: 702H

[Show Final Text](#)

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
1	UNKNOWN	3252	0	0		NONE	No
2	RUSTLER	2404	848	848		NONE	No
3	TOP SALT	2063	1189	1189	SALT	NONE	No
4	BOTTOM SALT	-1732	4984	4984	ANHYDRITE	NONE	No
5	LAMAR	-2063	5315	5315	LIMESTONE	NATURAL GAS,OIL	No
6	BELL CANYON	-2095	5347	5347		NONE	No
7	CHERRY CANYON	-3034	6286	6286		NATURAL GAS,OIL	No
8	BRUSHY CANYON	-4494	7746	7746		NATURAL GAS,OIL	No
9	BONE SPRING LIME	-5725	8977	8977	SANDSTONE	NATURAL GAS,OIL	No
10	UPPER AVALON SHALE	-5942	9194	9194		NATURAL GAS,OIL	No
11		-6306	9558	9558		NATURAL GAS,OIL	No
12	BONE SPRING 1ST	-7123	10375	10375		NATURAL GAS,OIL	No
13	BONE SPRING 2ND	-7643	10895	10895		NATURAL GAS,OIL	Yes
14	BONE SPRING 3RD	-8700	11952	11952		NATURAL GAS,OIL	No
15	WOLFCAMP	-9104	12356	12356	SHALE	NATURAL GAS,OIL	Yes

Section 2 - Blowout Prevention