

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

OCD Hobbs

NOV 07 2018

RECEIVED

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NMNM125658
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		6. Indian, Allottee or Tribe Name
1c. Type of Completion: <input type="checkbox"/> Hydraulic Fracturing <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		7. If Unit or CA Agreement, Name and No.
2. Name of Operator COG OPERATING LLC (229131)		8. Lease Name and Well No. FEZ FEDERAL COM 705H 322742
3a. Address 600 West Illinois Ave Midland TX 79701	3b. Phone No. (include area code) (432)683-7443	9. API Well No. 70-02545377
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SWSW / 280 FSL / 420 FWL / LAT 32.138407 / LONG -103.379666 At proposed prod. zone NWNW / 200 FNL / 330 FWL / LAT 32.166178 / LONG -103.379913		10. Field and Pool, or Exploratory WILDCAT / WOLFCAMP (98088)
11. Sec., T, R, M, or Blk. and Survey or Area SEC 9 / T25S / R35E / NMP		12. County or Parish LEA
13. State NM		14. Distance in miles and direction from nearest town or post office* 9 miles
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. 518 feet	19. Proposed Depth 12576 feet / 22483 feet	20. BLM/BIA Bond No. in file FED: NMB000215
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3262 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. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 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) | 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 03/15/2018
Title Regulatory Analyst		
Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) Christopher Walls / Ph: (575)234-2234	Date 10/19/2018
Title Petroleum Engineer		
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.

OCD Rec 11/07/18

11/07/18

APPROVED WITH CONDITIONS
Approval Date: 10/19/2018

SL

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 reenter 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 connects this information to an 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 / 420 FWL / TWSP: 25S / RANGE: 35E / SECTION: 9 / LAT: 32.138407 / LONG: -103.379666 (TVD: 0 feet, MD: 0 feet)
PPP: SWNW / 2640 FNL / 330 FWL / TWSP: 25S / RANGE: 35E / SECTION: 9 / LAT: 32.144891 / LONG: -103.379956 (TVD: 12570 feet, MD: 14700 feet)
PPP: SWSW / 330 FSL / 330 FWL / TWSP: 25S / RANGE: 35E / SECTION: 9 / LAT: 32.138545 / LONG: -103.379956 (TVD: 12559 feet, MD: 12720 feet)
BHL: NWNW / 200 FNL / 330 FWL / TWSP: 25S / RANGE: 35E / SECTION: 4 / LAT: 32.166178 / LONG: -103.379913 (TVD: 12576 feet, MD: 22483 feet)

BLM Point of Contact

Name: Katrina Ponder
Title: Geologist
Phone: 5752345969
Email: kponder@blm.gov

CONFIDENTIAL

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.

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

Operator Certification Data Report

10/23/2018

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: 03/14/2018

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: 10400028374

Submission Date: 03/15/2018

Operator Name: COG OPERATING LLC



Well Name: FEZ FEDERAL COM

Well Number: 705H

[Show Final Text](#)

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - General

APD ID: 10400028374

Tie to previous NOS?

Submission Date: 03/15/2018

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: 705H

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: 705H

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: 604H, 704H AND 705H

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: 518 FT

Distance to lease line: 200 FT

Reservoir well spacing assigned acres Measurement: 320.87 Acres

Well plat: COG_Fez_705H_C102_20180314105458.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	420	FWL	25S	35E	9	Aliquot SWS W 7	32.138407	-103.379666	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 125658	3262	0	0
KOP Leg #1	280	FSL	420	FWL	25S	35E	9	Aliquot SWS W 7	32.138407	-103.379666	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 125658	3262	0	0
PPP Leg #1	330	FSL	330	FWL	25S	35E	9	Aliquot SWS W 5	32.138545	-103.379956	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 125658	-9297	12720	12559

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

	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	330	FWL	25S	35E	9	Aliquot SWN W	32.14489 1	- 103.3799 56	LEA	NEW MEXI CO	NEW MEXI CO	F	FEE	- 930 8	147 00	125 70
EXIT Leg #1	330	FNL	330	FWL	25S	35E	4	Aliquot NWN W	32.16582 1	- 103.3799 14	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 125657	- 928 5	223 00	125 47
BHL Leg #1	200	FNL	330	FWL	25S	35E	4	Aliquot NWN W	32.16617 8	- 103.3799 13	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 125657	- 931 4	224 83	125 76

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

Pressure Rating (PSI): 10M

Rating Depth: 12576

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_705H_10M_Choke_20180315075419.pdf

BOP Diagram Attachment:

COG_Fez_705H_10M_BOP_20180315075428.pdf

COG_Fez_705H_Flex_Hose_20180927104104.pdf

Pressure Rating (PSI): 5M

Rating Depth: 11980

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_705H_5M_Choke_20180315075502.pdf

BOP Diagram Attachment:

COG_Fez_705H_5M_BOP_20180315075509.pdf

COG_Fez_705H_Flex_Hose_20180927104043.pdf

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

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	1100	0	1100	-9411	-10581	1100	J-55	54.5	STC	2.3	6.87	DRY	8.57	DRY	8.57
2	INTERMEDIATE	12.25	9.625	NEW	API	N	0	11980	0	11980	-9411	-21491	11980	HCL-80	47	OTHER - BTC	1.55	1.04	DRY	1.99	DRY	1.99
3	PRODUCTION	8.75	5.5	NEW	API	N	0	22483	0	22483	-9411	-29318	22483	P-110	23	OTHER - BTC	1.78	2.1	DRY	2.5	DRY	2.5

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Fez_705H_Casing_Plan_20180315075642.pdf

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

Casing Attachments

Casing ID: 2 String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Fez_705H_Casing_Plan_20180315075728.pdf

Casing ID: 3 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

COG_Fez_705H_Casing_Plan_20180315075810.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	1100	470	1.75	13.5	822	50	Class C	4% Gel
SURFACE	Tail		0	1100	250	1.34	14.8	335	50	Class C	2% CaCl2
INTERMEDIATE	Lead		0	1198 0	1000	2.8	11	2800	50	Lead: NEOCEM	As needed
INTERMEDIATE	Tail		0	1198 0	300	1.1	16.4	330	50	Class H	As needed
PRODUCTION	Lead		0	2248 3	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: 705H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
PRODUCTION	Tail		0	2248 3	2890	1.24	14.4	3583	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
1198 0	2248 3	OIL-BASED MUD	10.5	12.5							OBM
0	1100	OTHER : FW Gel	8.4	8.6							FW Gel
1100	1198 0	OTHER : Diesel Brine Emulsion	8.6	8.9							Diesel Brine Emulsion

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

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: 8175

Anticipated Surface Pressure: 5408.28

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_705H_H2S_Schem_20180315080048.pdf

COG_Fez_705H_H2S_SUP_20180315080058.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

COG_Fez_705H_AC_20180315080139.PDF

COG_Fez_705H_Direct_Plan_20180315080146.pdf

Other proposed operations facets description:

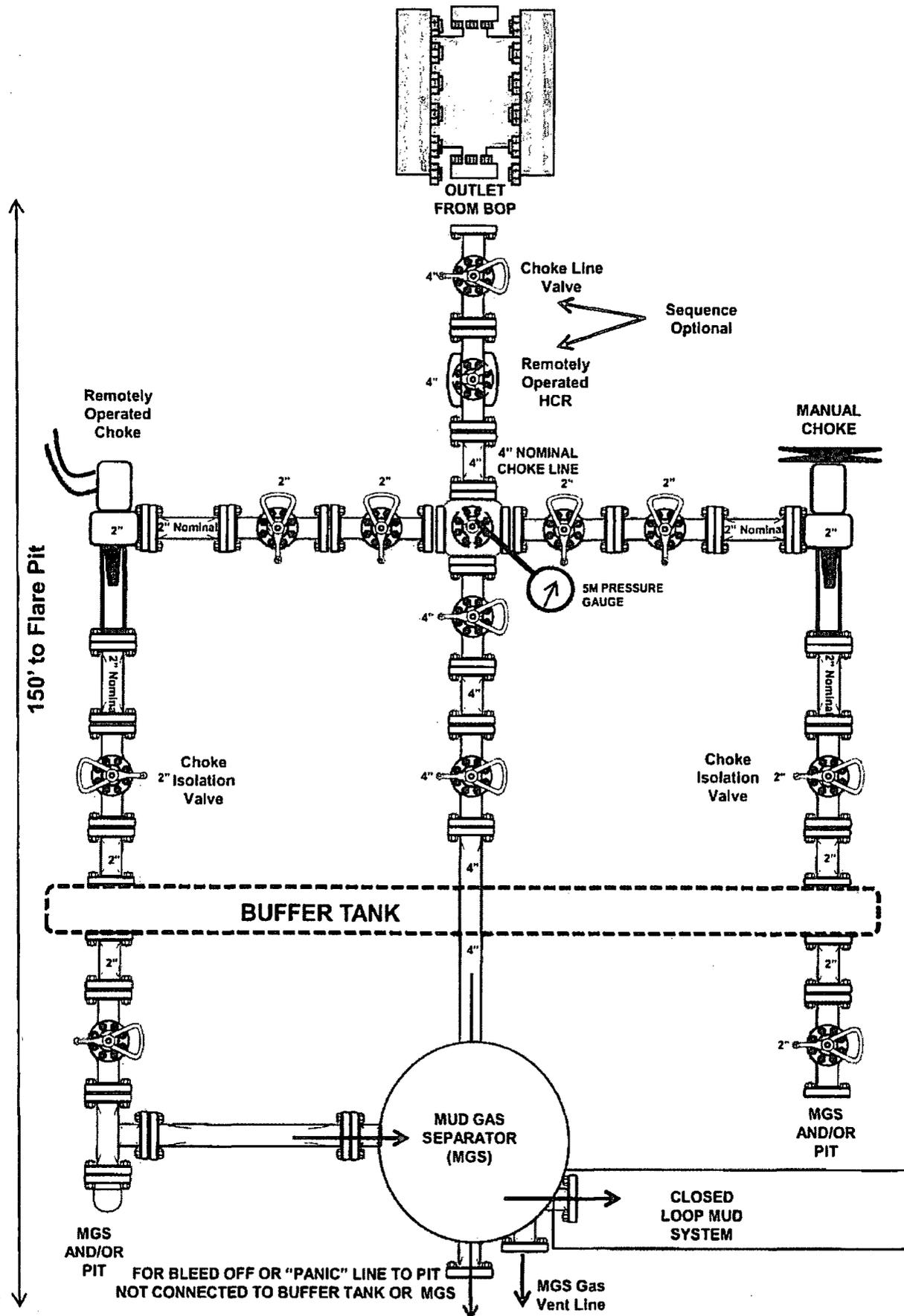
Other proposed operations facets attachment:

COG_Fez_705H_Drilling_Prog_20180927104200.pdf

Other Variance attachment:

COG_5M_Annular_Variance_WCP_20180314103010.pdf

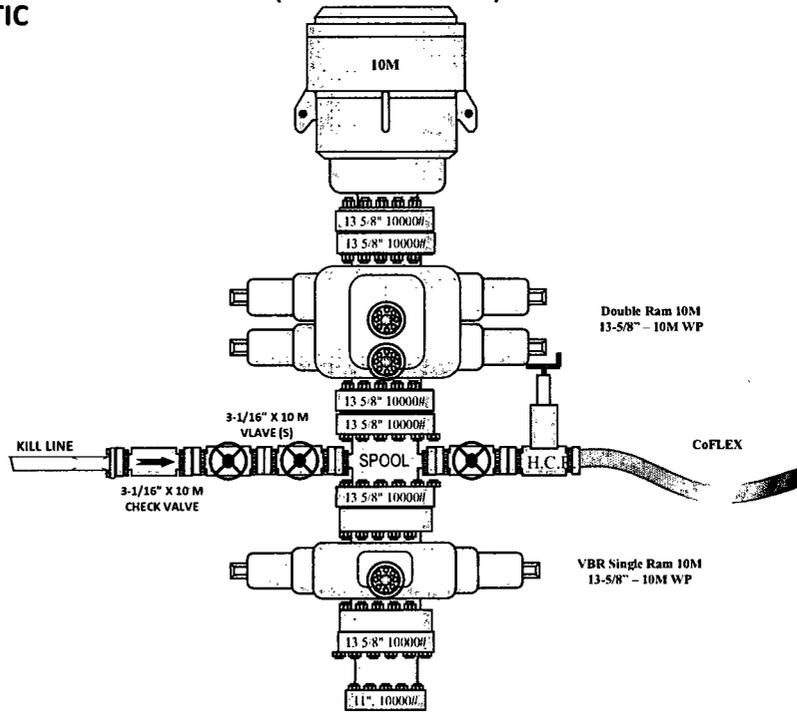
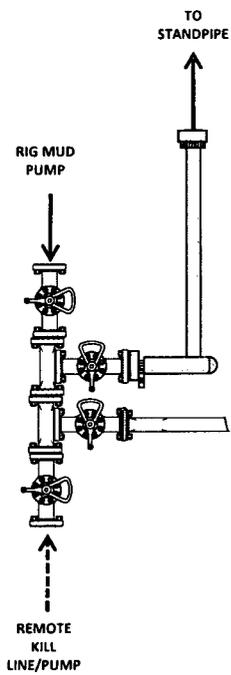
5M Choke Manifold Equipment (WITH MGS + CLOSED LOOP)



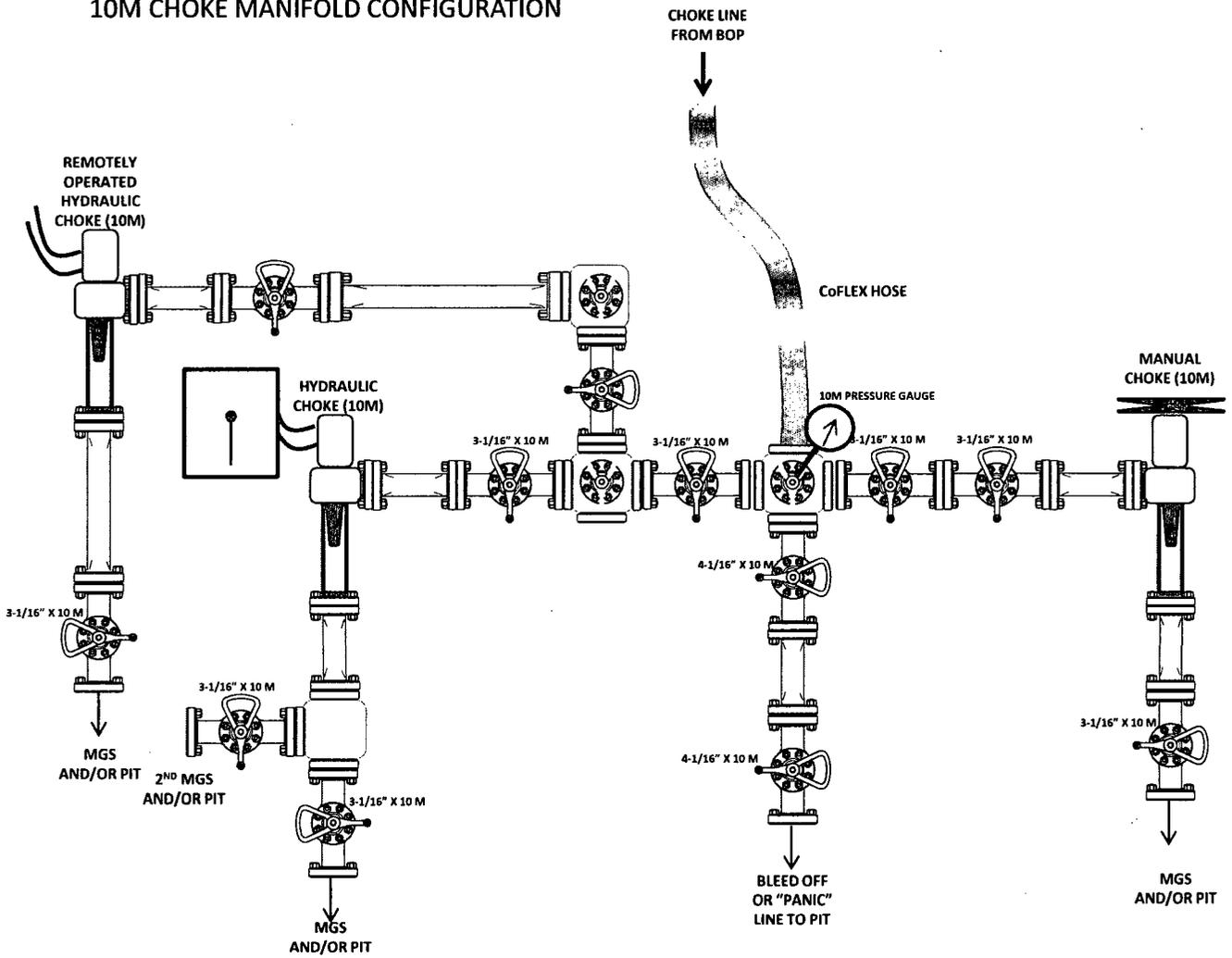
10M BOP Stack

10M BOP Stack (10M Annular)

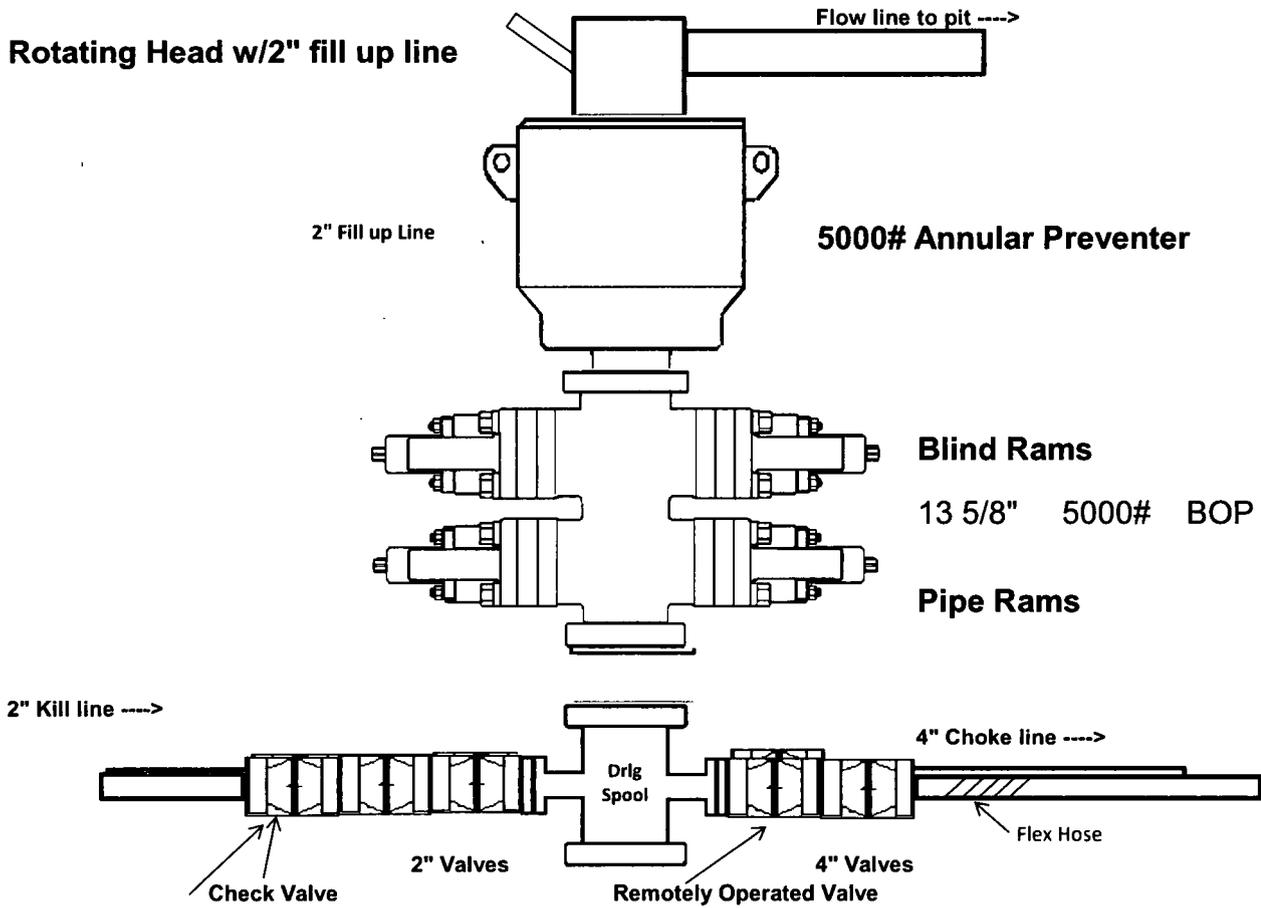
10M REMOTE KILL SCHEMATIC



10M CHOKE MANIFOLD CONFIGURATION



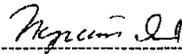
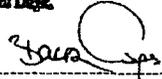
5,000 psi BOP Schematic





CONTITECH RUBBER Industrial Kft.	No: QC-DB- 335 / 2017 Page: 5 / 83
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ContiTech

QUALITY CONTROL INSPECTION AND TEST CERTIFICATE		CERT. N°: 814	
PURCHASER: Contitech Oil & Marine Corp.		P.O. N°: 4501005826	
CONTITECH RUBBER order N°: 1001224	HOSE TYPE: 3" ID Choke and Kill Hose		
HOSE SERIAL N°: 74077	NOMINAL / ACTUAL LENGTH: 12,19 m / 12,22 m		
W.P. 69,0 MPa 10000 psi	T.P. 103,5 MPa 15000 psi	Duration: 60 min.	
Pressure test with water at ambient temperature			
See attachment (1 page)			
COUPLINGS Type	Serial N°	Quality	Heat N°
3" coupling with 3 1/16" 10K API Swivel Flange end Hub	8183	AISI 4130	A0231W
		AISI 4130	85913
		AISI 4130	A0355Y
3" coupling with 3 1/16" 10K API b.w. Flange end	8182	AISI 4130	A0231W
		AISI 4130	85913
Not Designed For Well Testing		API Spec 16 C 2nd Edition-- FSL2	
		Temperature rate: "B"	
All metal parts are flawless			
WE CERTIFY THAT THE ABOVE HOSE HAS BEEN MANUFACTURED IN ACCORDANCE WITH THE TERMS OF THE ORDER INSPECTED AND PRESSURE TESTED AS ABOVE WITH SATISFACTORY RESULT.			
STATEMENT OF CONFORMITY: We hereby certify that the above items/equipment supplied by us are in conformity with the terms, conditions and specifications of the above Purchaser Order and that these items/equipment were fabricated inspected and tested in accordance with the referenced standards, codes and specifications and meet the relevant acceptance criteria and design requirements.			
COUNTRY OF ORIGIN HUNGARY/EU			
Date:	Inspector	Quality Control	
17. November 2017.		Contitech Rubber Industrial Kft. Quality Control Dept. (1)  	

Contitech Rubber Industrial Kft. | Budapesti út 10. H-6728 Szeged | H-6701 P.O.Box 152 Szeged, Hungary
 Phone: +36 62 566 737 | e-mail: info@fluid.contitech.hu | Internet: www.contitech-rubber.hu; www.contitech-oil-gas.com
 The Court of Csongrád County as Registry Court | Registry Court No: Cg.06-09-002502 | EU VAT No: HU11087209
 Bank data Commerzbank Zrt., Budapest | 14220103-26830003

ATTACHMENT OF QUALITY CONTROL
INSPECTION AND TEST CERTIFICATE
No: 814, 817

CH042

CONTITECH RUBBER Industrial Kft.	No: QC-DB- 335 / 2017 Page: 6 / 83
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1/1

5.000 sec
2017/11/16 20:09:25.000
2017/11/16 21:51:25.000

Sampling Int.
Start Time
Stop Time

021325_74077_74089.GEV, ...021335_74077_74089.GEV
74077_74089
GX10
53F906399
1225

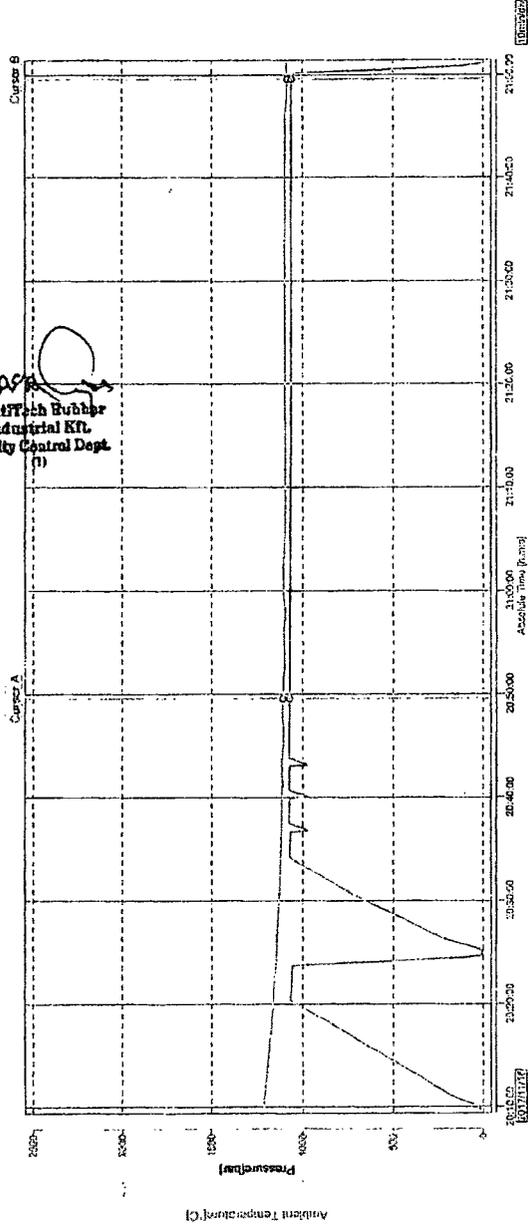
Press:Temp
2017/11/16 20:09:25.000 - 2017/11/16 21:51:25.000
142058635

File Name
File Message
Device Type
Serial No.
Data Count

Print Group
Print Range
Comment

Cursor A	Cursor B	Difference
452	1202	750
2017/11/16 20:48:33.000	2017/11/16 21:48:33.000	01:00:00.000
Value A	Value B	Value D-A
1075.10	1053.87	-21.23
Ambient Temperature [C]	25.18	21.74
		-0.45

[Signature]
ContiTech Rubber
Industrial Kft.
Quality Control Dept.



Hose Data Sheet

CRI Order No.	1001224
Customer	ContiTech Oil & Marine Corp
Customer Order No	4501005826 CO1000284
Item No.	10
Hose Type	Flexible Hose
Standard	API SPEC 16C 2ND EDITION FSL2
Inside dia in inches	3
Length	40 ft
Type of coupling one end	FLANGE 3.1/16" 10K FLANGE API SPEC 6A TYPE 6BX MONOGRAMMED B.W.BX154ST/ST LINED RING GROOVE SOUR
Type of coupling other end	FLANGE 3.1/16" 10K FLANGE API SPEC 17D SV SWIVEL FLANGE BX154 ST/ST LINED RING GROOVE SOUR
H2S service NACE MR0175	Yes
Working Pressure	10 000 psi
Design Pressure	10 000 psi
Test Pressure	15 000 psi
Safety Factor	2,25
Marking	CONTINENTAL CONTITECH
Cover	NOT FIRE RESISTANT
Outside protection	St. steel outer wrap
Internal stripwound tube	No
Lining	OIL + GAS RESISTANT SOUR
Safety clamp	Yes
Lifting collar	Yes
Element C	Yes
Safety chain	Yes
Safety wire rope	No
Max. design temperature [°C]	100
Min. design temperature [°C]	-20
Min. Bend Radius operating [m]	0,90
Min. Bend Radius storage [m]	0,90
Calculated Gross / Net weight of hose assembly [kg]	
Electrical continuity	The Hose is electrically continuous
Type of packing	WOODEN CRATE ISPM-15



Contitech Oil & Marine Corp. # 11535 Brittonmoore Park Dr., Houston, TX 77041-6916 USA ScanDrill Inc. 9395 HWY 2767 TYLER TX 75708		Delivery Note Document No. 85367700 Document Date 12/20/2017 Customer Number 15483 Customer VAT No. Supplier Number N° EORI: FR41027953300021 Purchase Order No. 149618 Purchase Order Date 09/26/2017 Sales Order Number 1000284 Sales Order Date 09/26/2017 Unloading Point Page 1 of 2	
Transport-Details - Shipping		Weights (Gross / Net) Total Weight 2,219.000 LB Net Weight 2,219.000 LB	
Conditions Shipping Conditions 0 days Inco Terms EXW Houston, TX Ex Works			
Buyer: Joe Ward E-mail: jward@scandrift.com Tel: 903.597.5368			
Item	Material/Description	Quantity	Weight
10	HCK3FA40IPSIVS 3" 40ft API 16C C&K Hose WP 10K Temp B End A: 3.1/16" 10K Flange, API Spec. 6A Type 6BX, Butt Welded, BX154 Stainless Steel 316 Lined Ring Groove - Sour End B: 3.1/16" 10K API Spec 17D SV Swivel Flange, BX154 Stainless Steel 316 Lined Ring Groove - Sour Hose metallic parts NACE MR 0175 latest edition Hose is suitable for H2S Service Standard: API Spec 16C - 2nd Edition - FSL Level 2 - Monogrammed Working Pressure: 10000 psi Test Pressure: 15000 psi Fire Rated: No Armoured: Yes - Stainless Steel 316L Interlock Design Temperature: -20 to 100°C High Temperature Exposure / Survival @ 177 Deg C (internal in a kick situation) Brand Name: Continental ContiTech Supplied with: 2 x Safety Clamps 2 x Lifting Collars Double Eyed 2 x Safety Chains c/w Shackles Each End x 8ft Packing to ISPM-15 Heat Treated	1 PC	2,219.000 LB

Contitech Oil & Marine Corp.
 11535 Brittonmoore Park Drive
 Houston, TX 77041
 USA

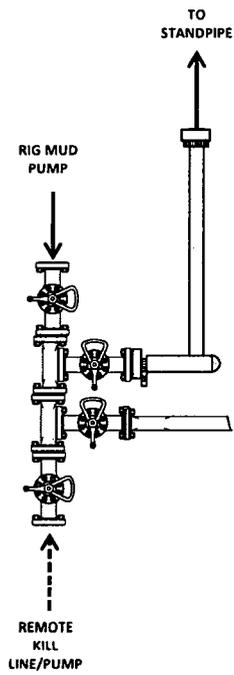
Phone: (832)-327-0141
 Fax: (832)-327-0148
 www.contitech-oil-gas.com

Managing Director
 (President)
 Zuzana Czovek

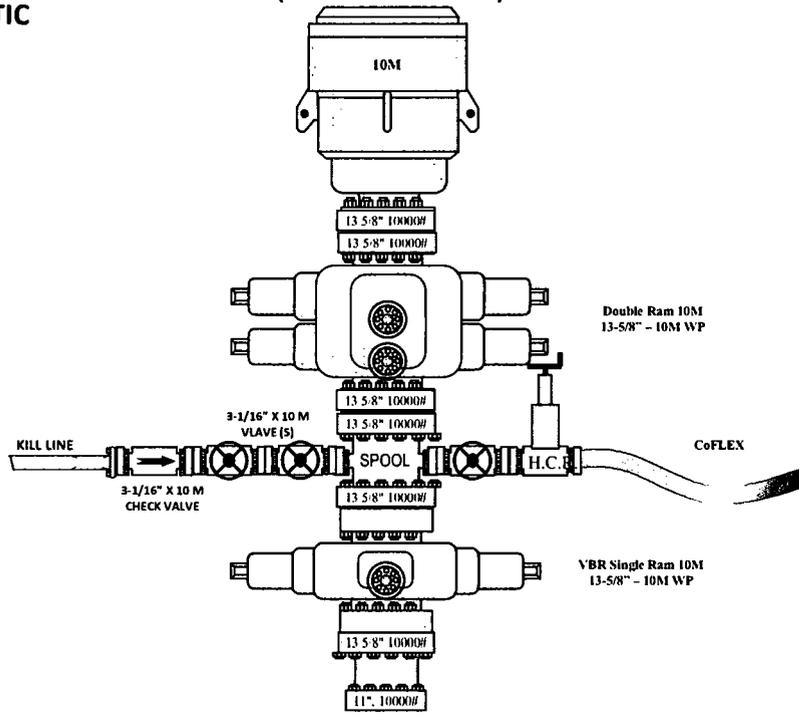
Bank: Wells Fargo Bank, N.A.
 420 Montgomery Street, San Francisco, CA 94103
 Account #: 4942692294
 ABA/Routing #: 121000248, SWIFT #: WFBUS33

10M BOP Stack

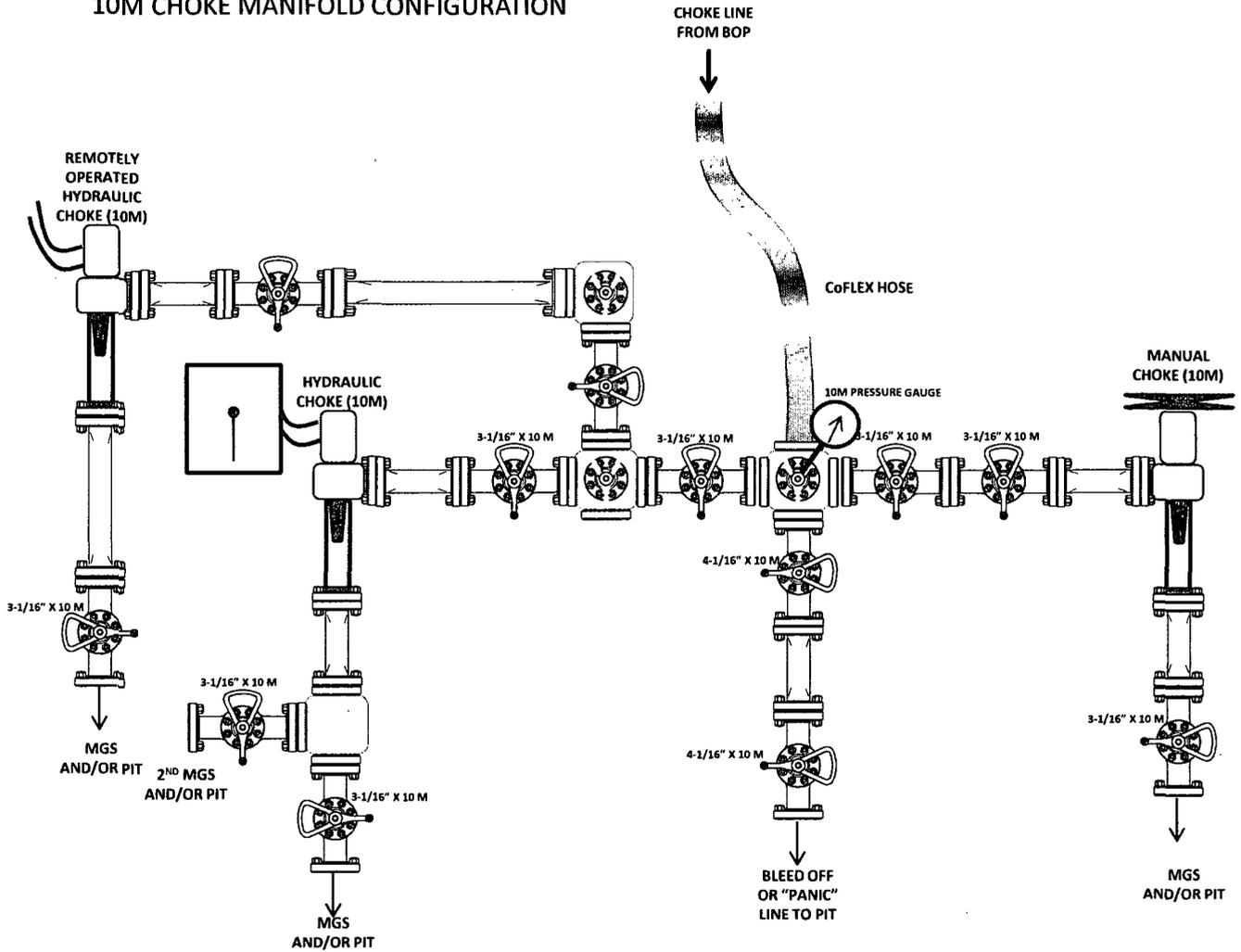
10M REMOTE KILL SCHEMATIC



10M BOP Stack (10M Annular)



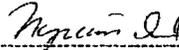
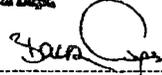
10M CHOKE MANIFOLD CONFIGURATION





CONTITECH RUBBER Industrial Kft.	No: QC-DB- 335 / 2017 Page: 5 / 83
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ContiTech

QUALITY CONTROL INSPECTION AND TEST CERTIFICATE		CERT. N°: 814	
PURCHASER: Contitech Oil & Marine Corp.		P.O. N°: 4501005826	
CONTITECH RUBBER order N°: 1001224	HOSE TYPE: 3" ID	Choke and Kill Hose	
HOSE SERIAL N°: 74077	NOMINAL / ACTUAL LENGTH: 12,19 m / 12,22 m		
W.P. 69,0 MPa 10000 psi	T.P. 103,5 MPa 15000 psi	Duration: 60 min.	
Pressure test with water at ambient temperature			
See attachment (1 page)			
COUPLINGS Type	Serial N°	Quality	Heat N°
3" coupling with 3 1/16" 10K API Swivel Flange end Hub	8183	AISI 4130 AISI 4130 AISI 4130	A0231W 85913 A0355Y
3" coupling with 3 1/16" 10K API b.w. Flange end	8182	AISI 4130 AISI 4130	A0231W 85913
Not Designed For Well Testing		API Spec 16 C 2nd Edition-- FSL2	
Temperature rate: "B"			
All metal parts are flawless			
WE CERTIFY THAT THE ABOVE HOSE HAS BEEN MANUFACTURED IN ACCORDANCE WITH THE TERMS OF THE ORDER INSPECTED AND PRESSURE TESTED AS ABOVE WITH SATISFACTORY RESULT.			
STATEMENT OF CONFORMITY: We hereby certify that the above items/equipment supplied by us are in conformity with the terms, conditions and specifications of the above Purchaser Order and that these items/equipment were fabricated inspected and tested in accordance with the referenced standards, codes and specifications and meet the relevant acceptance criteria and design requirements.			
COUNTRY OF ORIGIN HUNGARY/EU			
Date:	Inspector	Quality Control	
17. November 2017.		Contitech Rubber Industrial Kft. Quality Control Dept. (3)  	

Contitech Rubber Industrial Kft. | Budapest 6 út 10. H-6728 Szeged | H-6701 P.O.Box 152 Szeged, Hungary
 Phone: +36 62 566 737 | e-mail: info@iuld.contitech.hu | Internet: www.contitech-rubber.hu; www.contitech-oil-gas.com
 The Court of Csongrád County as Registry Court | Registry Court No: Cg.06-09-002502 | EU VAT No: HU11087209
 Bank data: Commerzbank Zrt., Budapest | 14220108-26830003

ATTACHMENT OF QUALITY CONTROL
INSPECTION AND TEST CERTIFICATE
No: 814, 817

CH042

CONTITECH RUBBER Industrial Kft.	No: QC-DB- 335 / 2017 Page: 6 / 83
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1/1

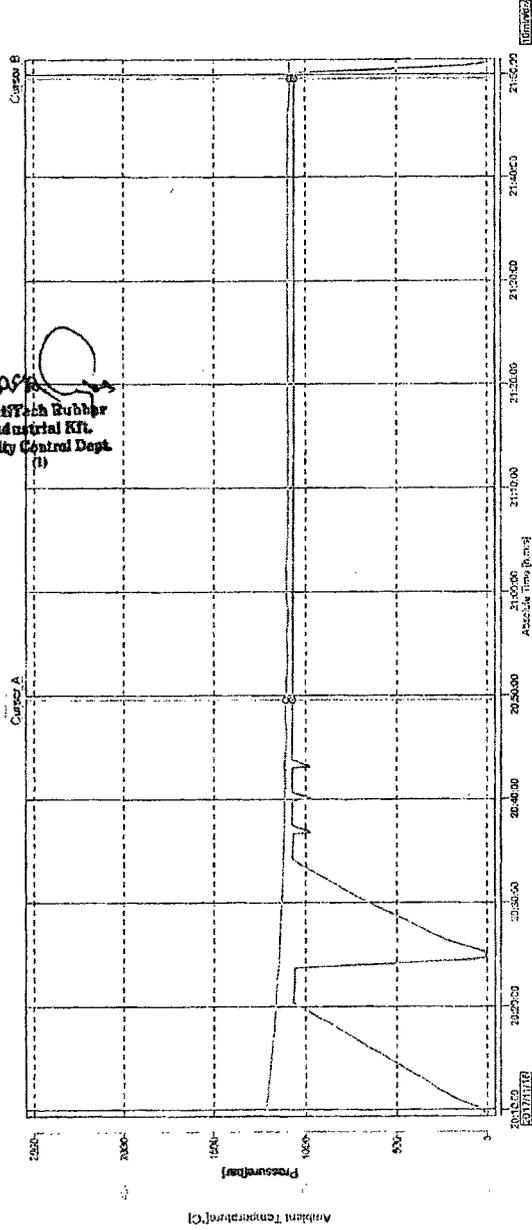
Sampling Int. : 5.000 sec
Start Time : 2017/11/16 20:09:25.000
Stop Time : 2017/11/16 21:15:125.000

File Name : 021325_74077_74089.GEV...021335_74077_74089.GEV
File Message : 74077_74089
Device Type : GX10
Serial No. : SP696309
Data Count : 1225

Print Group : Press-Temp
Print Range : 2017/11/16 20:09:25.000 - 2017/11/16 21:15:125.000
Comment : 14265833

Item No.	Cursor A	Cursor B	Difference
482	2017/11/16 20:43:53.000	1202	720
483	2017/11/16 21:09:53.000	01000.000	01000.000
Tag Comment	Value A	Value B	Value B-A
Pressure[bar]	1073.10	1062.87	-10.23
Ambient Temperature[C]	22.19	21.74	-0.45

[Signature]
Contitech Rubber
Industrial Kft.
Quality Control Dept.



Hose Data Sheet

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H2S service NACE MR0175	Yes
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Safety Factor	2,25
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Cover	NOT FIRE RESISTANT
Outside protection	St. steel outer wrap
Internal stripwound tube	No
Lining	OIL + GAS RESISTANT SOUR
Safety clamp	Yes
Lifting collar	Yes
Element C	Yes
Safety chain	Yes
Safety wire rope	No
Max. design temperature [°C]	100
Min. design temperature [°C]	-20
Min. Bend Radius operating [m]	0,90
Min. Bend Radius storage [m]	0,90
Calculated Gross / Net weight of hose assembly [kg]	
Electrical continuity	The Hose is electrically continuous
Type of packing	WOODEN CRATE ISPM-15



Contitech Oil & Marine Corp. # 11535 Brittonmore Park Dr., Houston, TX 77041-6916 USA ScanDrill Inc. 9395 HWY 2767 TYLER TX 75708		Delivery Note Document No. 85367700 Document Date 12/20/2017 Customer Number 15483 Customer VAT No. Supplier Number N° EORI: FR41027953300021 Purchase Order No. 149618 Purchase Order Date 09/26/2017 Sales Order Number 1000284 Sales Order Date 09/26/2017 Unloading Point	
Transport-Details - Shipping		Page 1 of 2	
Conditions Shipping Conditions 0 days Inco Terms EXW Houston, TX Ex Works		Weights (Gross / Net) Total Weight 2,219.000 LB Net Weight 2,219.000 LB	
Buyer: <i>Joe Ward</i> E-mail: <i>jward@scandrift.com</i> Tel: <i>903.597.5368</i>			
Item	Material/Description	Quantity	Weight
10	HCK3FA40IPSIVS 3" 40ft API 16C C&K Hose WP 10K Temp B End A: 3.1/16" 10K Flange, API Spec. 6A Type 6BX, Butt Welded, BX154 Stainless Steel 316 Lined Ring Groove - Sour End B: 3.1/16" 10K API Spec 17D SV Swivel Flange, BX154 Stainless Steel 316 Lined Ring Groove - Sour Hose metallic parts NACE MR 0175 latest edition Hose is suitable for H2S Service Standard: API Spec 16C - 2nd Edition - FSL Level 2 - Monogrammed Working Pressure: 10000 psi Test Pressure: 15000 psi Fire Rated: No Armoured: Yes - Stainless Steel 316L Interlock Design Temperature: -20 to 100°C High Temperature Exposure / Survival @ 177 Deg C (internal in a kick situation) Brand Name: Continental ContiTech Supplied with: 2 x Safety Clamps 2 x Lifting Collars Double Eyed 2 x Safety Chains c/w Shackles Each End x 8ft Packing to ISPM-15 Heat Treated	1 PC	2,219.000 LB

ContiTech Oil & Marine Corp.
 11535 Brittonmore Park Drive
 Houston, TX 77041
 USA

Phone: (832)-327-0141
 Fax: (832)-327-0148
 www.contitech-oil-gas.com

Managing Director
 (President)
 Zuzana Czovek

Bank: Wells Fargo Bank, N.A.
 420 Montgomery Street, San Francisco, CA 94103
 Account #: 4942692234
 ABA/Routing #: 121000248, SWIFT #: WFB3IUS33

Casing Program

Hole Size	Casing Interval		Csg. Size	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
	From	To							
17.5"	0	1100	13.375"	54.5	J55	STC	2.30	6.87	8.57
12.25"	0	11980	9.625"	47	HCL80	BTC	1.55	1.04	1.99
8.75"	0	22,483	5.5"	23	P110	BTC	1.78	2.10	2.50
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

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COG Operating, LLC - Fez Federal Com 705H

	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?	

COG Operating, LLC - Fez Federal Com 705H

3. Cementing Program

Casing	# Sks	Wt. lb/ gal	Yld ft3/ sack	H₂O gal/sk	500# Comp. Strength (hours)	Slurry Description
Surf.	470	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	1000	11	2.8	19	48	Lead: NeoCem
	300	16.4	1.1	5	8	Tail: Class H
DV Tool @ 5325'						
Inter. Stage2	740	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
	2890	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	10,980'	35%

COG Operating, LLC - Fez Federal Com 705H

4. Pressure Control Equipment

N	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 705H

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	

COG Operating, LLC - Fez Federal Com 705H

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	8175 psi at 12576' TVD
Abnormal Temperature	NO 180 Deg. F.

No abnormal pressure or temperature conditions are anticipated. Sufficient mud materials to maintain mud properties and weight increase requirements will be kept on location at all times.

Sufficient supplies of Paper/LCM for periodic sweeps to control seepage and losses will be maintained on location.

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.	
N	H2S is present
Y	H2S Plan attached

8. Other Facets of Operation

Y	Is it a walking operation?
N	Is casing pre-set?

x	H2S Plan.
x	BOP & Choke Schematics.
x	Directional Plan
x	5M Annular Variance

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: 10400028374

Submission Date: 03/15/2018

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

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_705H_ExistingRd_20180314105514.pdf

COG_Fez_705H_Rd_MapsPlats_20180314105528.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? NO

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

COG_Fez_705H_1Mile_Data_20180315080214.pdf

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

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 604H, 704H, and 705H well pad as shown on the Fez Federal Com West 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_West_CTB_20180314103231.pdf

COG_Fez_705H_Prod_Facility_20180315085311.pdf

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

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

Water source and transportation map:

COG_Fez_705H_BrineH2O_20180314105702.pdf

COG_Fez_705H_FreshH2O_20180314105712.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:

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:

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

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

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:

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

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Waste type: GARBAGE

Waste content description: Garbage and trash produced during drilling and completion operations

Amount of waste: 125 pounds

Waste disposal frequency : Weekly

Safe containment description: Garbage and trash produced during drilling and completion operations will be collected in a trash container and disposed of properly at a state approved disposal facility

Safe containmant attachment:

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

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.) **Reserve pit width (ft.)**

Reserve pit depth (ft.) **Reserve pit volume (cu. yd.)**

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location Roll off cuttings containers on tracks

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: YES

Ancillary Facilities attachment:

COG_Fez_705H_GCP_20180314105733.pdf

Comments: GCP Attached.

Section 9 - Well Site Layout

Well Site Layout Diagram:

COG_Fez_West_CTB_20180314103413.pdf

COG_Fez_705H_Prod_Facility_20180315085331.pdf

Comments: A tank battery and facilities will be constructed adjacent to the north side of the Fez Federal Com 604H, 704H, and 705H well pad as shown on the Fez Federal Com West 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: 604H, 704H AND 705H

Recontouring attachment:

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

Drainage/Erosion control reclamation: West 80'

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

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	Road interim reclamation (acres): 0	Road long term disturbance (acres): 0
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: 3.67	Total interim reclamation: 0.15	Total long term disturbance: 3.35

Disturbance Comments:

Reconstruction method: New construction of pad.

Topsoil redistribution: West 80'

Soil treatment: None

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:

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

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
------------------	--------------------

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_705H_Closed_Loop_20180314105812.pdf

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

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:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Prop Owner: Rupert F. Madara
Prop Owner Address: P.O. Box 2745 Ruidoso, NM 88351
Phone: (575) 390-2301
Email:
Surface use plan certification: NO

Surface use plan certification document:

Surface access agreement or bond: Agreement
Surface Access Agreement and bond description: COG Operating LLC and Rupert F. Madara signed a SLA on 7/27/2016.

Surface Access Bond BLM or Forest Service:

BLM Surface Access Bond number:

USFS Surface access bond number:

Operator Name: COG OPERATING LLC

Well Name: FEZ FEDERAL COM

Well Number: 705H

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_705H_Certification_20180314105831.pdf



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:

Injection well name:

Assigned injection well API number?

Injection well API number:

Injection well new surface disturbance (acres):

Minerals protection information:

Mineral protection attachment:

Underground Injection Control (UIC) Permit?

UIC Permit attachment:

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:

COG Operating, LLC - Fez Federal Com 705H

1. Geologic Formations

TVD of target	12,576' EOL	Pilot hole depth	NA
MD at TD:	22,483'	Deepest expected fresh water:	207'

Formation	Depth (TVD) from KB	Water/Mineral Bearing/Target Zone?	Hazards*
Quaternary Fill	Surface	Water	
Rustler	872	Water	
Top of Salt	1213	Salt	
Base of Salt	5008	Salt	
Lamar	5339	Salt Water	
Bell Canyon	5371	Salt Water	
Cherry Canyon	6310	Oil/Gas	
Brushy Canyon	7770	Oil/Gas	
Bone Spring Lime	9001	Oil/Gas	
U. Avalon Shale	9218	Oil/Gas	
L. Avalon Shale	9582	Oil/Gas	
1st Bone Spring Sand	10399	Oil/Gas	
2nd Bone Spring Sand	10919	Oil/Gas	
3rd Bone Spring Sand	11976	Oil/Gas	
Wolfcamp	12380	Target Oil/Gas	

2. Casing Program

Hole Size	Casing		Csg. Size	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
	From	To							
17.5"	0	1100	13.375"	54.5	J55	STC	2.30	6.87	8.57
12.25"	0	11980	9.625"	47	HCL80	BTC	1.55	1.04	1.99
8.75"	0	22,483	5.5"	23	P110	BTC	1.78	2.10	2.50
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