

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED  
OMB No. 1004-0137  
Expires: March 31, 2007

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

**SUBMIT IN TRIPLICATE- Other instructions on reverse side.**

1. Type of Well  
 Oil Well     Gas Well     Other

2. Name of Operator  
 COG Operating LLC

3a. Address  
 550 W. Texas Ave., Suite 1300 Midland, TX 79701

3b. Phone No. (include area code)  
 432-685-4340

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1600' FNL & 2235' FWL  
 SEC. 29, T17S, R29E, UNIT F

5. Lease Serial No.  
 NM-29281

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.  
 SCHLEY FEDERAL #16

9. API Well No.  
 30-015-34888

10. Field and Pool, or Exploratory Area  
 EAST EMPIRE; YESO

11. County or Parish, State  
 EDDY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION				
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off	
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity	
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other	
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	SPUD & CEMENT	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	CASINGS	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

8/20/2006 Spud 17 1/2" hole at 3:00am. TD 17 1/2" hole at 345'. Ran 9 jts 13 3/8" H-40 48# @ 341'. Cmtd w/180sx CI C. Tail w/ 400sx CI C.

8/21/2006 Plug down at 12:45am. Circ 110 sx. WOC 18 hrs. Tested BOP to 2000# for 10 minutes-held OK.

8/22/2006 TD 12-1/4" @ 850'.

8/23/2006 Ran 20 jts 8-5/8" J55 24# @ 850'. Cmtd w/ 400 sx CI C. Cmt w/ 200 sx C. Plug down @ 7:30am. Circ 86 sx. WOC 12 hrs. Tested BOP to 2000# for 10 minutes-held OK.

9/10/2006 TD 7 7/8 hole at 5695'.

9/12/2006 Ran 126 Jts 5 1/2" J-55 17# @ 5688'. Cmtd 1st stage 530 sx C. Cmtd 2nd stage 200 sx C. Tail 1050 sx C. Plug down at 10:00pm. Circ 185 sx. WOC 12 hrs. Tested csg to 600# for 20 minutes - held OK.

14. Thereby certify that the foregoing is true and correct  
 Name (Printed/Typed)

Phyllis Edwards

Title Regulatory Analyst

Signature

*Phyllis Edwards*

Date

09/14/2006

ACCEPTED FOR RECORD  
 SEP 19 2006  
 GARY GOURLEY  
 PETROLEUM ENGINEER

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title

Date

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)