HOBBS OC . MAR 1 4 2014 OCD Hobbs UNITED STATES Form 3160- 5 FORM APPROVED RECEIVE BUREAU OF LAND MANAGEMENT DEPARTMENT OF THE INTERIOR (August, 2007) OMB No. 1004- 0137 Expires: July 31, 2010 Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NMLC064198A Do not use this form for proposals to drill or to re-enter an 6. If Indian. Allottee, or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA. Agreement Name and/or No. SUBMIT IN TRIPLICATE - Other Instructions on page 2. NMNM70982X Type of Well X Oil Well Gas Well 8. Well Name and No. Name of Operator Lusk Deep Unit A #28H API Well No. COG Operating LLC 3a. Address 3b. Phone No. (include area code) 30-025-41291 2208 W. Main Street 575-748-6946 10. Field and Pool, or Exploratory Area Artesia, NM 88210 Location of Well (Footage, Sec., T., R., M., or Survey Description) Lat. Lusk; Bone Spring SHL: 430' FSL & 330' FWL, Lot 4 (SWSW) Sec 18-T19S-R32E 11. County or Parish, State Long. BHL: 382' FSL & 339' FEL, Unit P (SESE) Sec 18-T19S-R32E Lea NM 12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Deepen Acidize Production (Start/Resume) Water Shut-off Notice of Intent Altering Casing Fracture Treat Reclamation Well Integrity X Subsequent Report Casing Repair New Construction Recomplete Other Change Plans Plug and abandon Temporarily Abandon Convert to Injection Plug back X Water Disposal Final Abandonment Notice 13. Describe Proposed or Completed Operation (clearly state all pertinent details including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths or pertinent markers and sands. Attach the Bond under which the work will performed or provide the Bond No. on file with the 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 recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notice shall be filed only after all requirements, including reclamantion, have been completed, and the operator has determined that the site is ready for final inspection.) Required Information for the Disposal of Produced Water: APPROVED 1) Name of formation producing water on lease: Bone Spring 2) Amount of water produced in barrels per day: 1200 BWPD 2 8 2014 3) How water is stored on lease: 2 - 500 bbl fiberglass tanks 4) How water is moved to disposal facility: Trucked JAMES A. AMOS 5) Disposal Facility: SUPERVISOR-EPS a) Facility Operator Name: Mesquite SWD Inc. b) Name of facility or well name & number: Cedar Lake 36 State #1 (Order SWD-1275) c) Type of facility or well: WDW d) Location by 1/4, 1/4, Section, Township & Range: NESW, Sec 36-T17S-R30E 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title: Stormi Davis Regulatory Analyst Date Signature: 1/20/14 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Petroleum Engineer 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 Office: the applicant to conduct operations 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 any department or agency of the United States any false, fictitiousor fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)