

District I
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Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural
Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-103
August 1, 2011
Permit 163324

<p style="text-align: center;">SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)</p> <p>1. Type of Well: O</p> <p>2. Name of Operator COG OPERATING LLC</p> <p>3. Address of Operator One Concho Center, 600 W. Illinois Ave, Midland, TX 79701</p> <p>4. Well Location Unit Letter <u>I</u> : <u>2180</u> feet from the <u>S</u> line and <u>330</u> feet from the <u>E</u> line Section <u>19</u> Township <u>26S</u> Range <u>28E</u> NMPM <u>Eddy</u> County</p> <p>11. Elevation (Show whether DR, KB, BT, GR, etc.) 3030 GR</p> <p>Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____</p>	<p>WELL API NUMBER 30-015-37255</p> <p>5. Indicate Type of Lease S</p> <p>6. State Oil & Gas Lease No.</p> <p>7. Lease Name or Unit Agreement Name DOWN SOUTH STATE COM</p> <p>8. Well Number 003H</p> <p>9. OGRID Number 229137</p> <p>10. Pool name or Wildcat</p>
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12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<p style="text-align: center;">NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE OF PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>Other: _____</p>	<p style="text-align: center;">SUBSEQUENT REPORT OF:</p> <p>REMEDIAL WORK <input type="checkbox"/> ALTER CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>CASING/CEMENT JOB <input type="checkbox"/></p> <p>Other: Drilling/Cement <input checked="" type="checkbox"/></p>
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13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work.) SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.
02/04/13 TD 12-1/4" hole @ 2301'. Set 9-5/8" 36# J55 csg @ 2301'. Cmt w/ 500 sx class C. Tailed w/ 250 sx class C. Circ 144 sx to surface. WOC 18 Hrs. Test csg to 2000# for 30 min.

02/15/13 TD 7-7/8" lateral @ 12,247'. (KOP is @ 7245') Set 5-1/2" 17# P110 csg. Cmt w/ 750 sx class H. Tailed w/ 900 sx class H. Circ 212 sx to surface.

02/16/13 Released rig.

2/1/2013 Spudded well.

Casing and Cement Program															
Date	String	Fluid Type	Hole Size	Csg Size	Weight lb/ft	Grade	Est TOC	Dpth Set	Sacks	Yield	Class	1" Dpth	Pres Held	Pres Drop	Open Hole
02/01/13	Surf		17.5	13.375	48	J55	0	421	415		C		1500		0
02/02/13	Int1		12.25	9.625	36	J55	0	2301	750		C		2000		0
02/15/13	Prod		7.875	5.5	17	P110	0	12247	1650		H				

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been will be constructed or closed according to NMOCDC guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Electronically Signed _____ TITLE Production Reporting Mgr DATE 3/1/2013

Type or print name Diane Kuykendall E-mail address dkuykendall@conchoresources.com Telephone No. 432-683-7443

For State Use Only:
APPROVED BY: Randy Dade TITLE District Supervisor DATE 3/1/2013 12:04:19 PM