Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD	Artesia
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FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

Expires: July 31	١,
Lease Serial No	
NMNM97874	

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

6 Kindles Allettee or Tribe Name

abandoned well. Use form 3160-3 (APD) for such proposals.			6. If Indian, Allottee	6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRI	7. If Unit or CA/Agre	eement, Name and/or No.			
1 Type of Well			8. Well Name and No HIGH LONESON	ME 26 FED COM 2H	
Oil Well Gas Well Otl Name of Operator		BYN ODOM	9. API Well No.		
COG OPERATING LLC /	oresources com	30-015-35894-	00-X1		
		Phone No (include area code h: 432-685-4385		10 Field and Pool, or Exploratory UNDESIGNATED	
4. Location of Well (Footage, Sec., T, R, M, or Survey Description)		•	11 County or Parish	11 County or Parish, and State	
Sec 26 T16S R29E SENE 20: 32.894390 N Lat, 104.038590		EDDY COUNT	Y, NM		
12. CHECK APPI	ROPRIATE BOX(ES) TO IN	DICATE NATURE OF	NOTICE, REPORT, OR OTHE	ER DATA	
TYPE OF SUBMISSION		ТҮРЕ О	F ACTION		
Notice of Intent	Acidize	Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off	
_	Alter Casing	Fracture Treat	Reclamation	☐ Well Integrity	
☐ Subsequent Report	Casing Repair	☐ New Construction	☐ Recomplete	Other	
☐ Final Abandonment Notice	Change Plans	Plug and Abandon	☐ Temporarily Abandon	Change to Original A PD	
	Convert to Injection	□ Plug Back	☐ Water Disposal		
determined that the site is ready for a COG Operating LLC respecting practices (Replacing cementer COG proposes to drill 17-1/2? casing 48# H40 & cement w/5 vis 30, set 9-5/8? casing 40# mud system, wt 8.7, vis 29-3: Class C w/4% gel, 13.5 ppg, excess open hole, no need fo kick off @ +/-6848?, building +/-4600? lateral to TD @ +/-1 open hole lateral & set isolation	ully requests permission to up d 5-1/2" with cemented 7" and	d a 4-1/2" liner):	1/8? hole & ection for Compared to the control of t	And the operator has SECEIVED DARTESIA HEDIOTOR OF APPROVAL	
14 I hereby certify that the foregoing is	s true and correct. Electronic Submission #1160	193 verified by the BLM Wa	Il Information System	AMPROVA.	
Comm	For COG OPER itted to AFMSS for processing	RATING LLC, sent to the C	arisbad	THI	
Name (Printed/Typed) ROBYN C	• •	· 1	ON RESPONSIBLE		
Signature (Electronic S	Submission	Data 09/25/5	0044		
Signature (Electronic L		Date 08/25/2	•	30.7	
	7.00		· · · · · · · · · · · · · · · · · · ·	1	
Approved By TED MORGAN		TitlePETROLE	EUM ENGINEER	Date 08/31/201	
Conditions of approval, if any, are attaches entify that the applicant holds legal or equivilent would entitle the applicant to conditions.	uitable title to those rights in the sul		d		
Fitle 18 I S.C. Section 1001 and Title 43	IISC Section 1212 make it a crit	ne for any nercon knowingly an	d 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.

Additional data for EC transaction #116093 that would not fit on the form

32. Additional remarks, continued

isolate Wolfcamp from Abo.

COG respectfully requests permission for 100' liner overlap (reduced from 200' rule) to set pump as deep as possible.

High Lonesome 26 Federal 2H COG Operating LLC 30-015-35894 Aug 31, 2011 Conditions of Approval

Summary of Current Status:

• Rig moving on location Sep 1 2011

Requests:

1. Approval to revise the casing and procedure per their new drilling plan.

ORIGINAL CASING & PLAN	REVISED CASING & PLAN		
17-1/2" Hole 13-3/8" CSG 400'	No Change, Cmt to Surface		
12-1/4" Hole 9-5/8" CSG 2700'	No Change, Cmt to Surface		
8-3/4"&7-7/8" Hole 5-1/2" CSG 11950'	8-3/4" Hole 7" CSG 6600' Cmt to Surface*		
5-1/2" Liner cemented	6-1/8" Hole 4-1/2" liner 11950' no cement		
200' Liner Lap - cemented	100' Lnr Lap, uncemented, w/ liner top pkr		
6-1/8" Pilot Hole	No Pilot Hole		
Log pilot hole	GR-MWD in build and drainhole sections *		
Drainhole TD 11767' MD (7290' TVD)	Drainhole TD 11950' MD (7570' TVD)		
Cemented 5-1/2" Production Casing	Uncemented 4-1/2" lnr w/ Isolation Pkrs		

^{*} telecons of 29 and 30 Aug 2011: Operator verbally provided TOC for 7" cement and the GR log specification. Operator was requested to provide an updated drilling program. Operator stated the rig will be moving on the well in two days (1 Sep 2011) and provided an updated sundry to replace prior incomplete sundry.

Conditions of Approval:

The previous COA dated 12/18/09 shall remain applicable, with the following additions.

- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval. If the drilling rig is removed without approval an Incident of Non-Compliance will be written and will be a "Major" violation. This will also be applicable if an uncemented completion liner is run and a liner top seal, or equivalent, has not been established before the rig move.
- 2. The minimum required fill of cement behind the 7" casing is: Cement to surface. If cement does not circulate see B.1.a, c-d in the original COA.

- 3. **6-1/8"** Drain Hole section Operator is required stay within Top and Bottom of the approved "Wildcat: Wolfcamp" completion zone.
- 4. **4-1/2**" Production Liner:
 - a. The 100' uncemented liner lap is approved.
 - b. BLM is to be informed should the test of the liner top packer be unsatisfactory. In that event, the Operator is to have an alternate plan for proceeding.

TMM 08/31/2011