Form 3160-5 (August 2007)		UNITED STATE EPARTMENT OF THE I UREAU OF LAND MANA	OM	FORM APPROVED OMB NO 1004-0135 Expires: July 31, 2010						
4 4	SUNDRY	5. Lease Serial N NMNM9812	5. Lease Serial No NMNM98122							
	Do not use the abandoned we	6 If Indian, Allot	6 If Indian, Allottee or Tribe Name							
	SUBMIT IN TRI		7. If Unit or CA/Agreement, Name and/or No. 892000276B							
1. Type of Well Oil Well	☐ Gas Well ☐ Otl		8. Well Name and No. SKELLY UNIT 724							
2 Name of Opera COG OPER	tor	9. API Well No. 30-015-3829	9. API Well No. 30-015-38253-00-X1							
3a. Address 550 WEST MIDLAND, 7	TEXAS AVENUE X 79701	SUITE 1300	3b. Phone No (include area co Ph: 432-685-4385	ode) 10. Field and Poo FREN	10. Field and Pool, or Exploratory FREN					
4. Location of We	ell (Footage, Sec., 7	11. County or Par	11. County or Parish, and State							
Sec 21 T179	S R31E SWNW 2	EDDY COU	EDDY COUNTY, NM							
	2. CHECK APPI	ROPRIATE BOX(ES) TO) INDICATE NATURE OF	F NOTICE, REPORT, OR OT	HER DATA					
TYPE OF S	UBMISSION		TYPE OF ACTION							
Notice of I	Intent nt Report ndonment Notice	□ Acidize	□ Deepen	☐ Production (Start/Resume	Water Shut-Off					
		☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity					
_		☐ Casing Repair	☐ New Construction	☐ Recomplete	Other Change to Original A					
☐ Final Abar		☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	PD					
		Convert to Injection	□ Plug Back	☐ Water Disposal						
If the proposal Attach the Bon following comp testing has been	is to deepen directions d under which the wo detion of the involved	ally or recomplete horizontally, rk will be performed or provide operations. If the operation re bandonment Notices shall be fil	give subsurface locations and me the Bond No. on file with BLM/I sults in a multiple completion or r	rting date of any proposed work and a asured and true vertical depths of all p BIA. Required subsequent reports sha recompletion in a new interval, a Form cluding reclamation, have been comple	ertinent markers and zones ill be filed within 30 days i 3160-4 shall be filed once					
We encountered a water flow at 2080'. SEE ATTACHED FOR										
COG Operating respectfully requests permission to run a DV Tool @ 3600'. CONDITIONS OF APPROVAL										
COG Opera	ting respectfully re	equests permission to rur	the production cement as	follows:						
1st/stage: 65 cuft/sack.	50sxs 50:50:2, 5%	Salt 3pps LCM .6%SMS	1%FL-25 1%BA-58 .125pj	ps CF, yield 1.34	RECEIVED					
2nd stage: Lead 600sxs 50:50:2, 5% Salt 3pps LCM .6%SMS 1%FL-25 1%BA-58 .125pps CF. yield 1.34										
Tan 400SXS	DEC 3 0 2011									
			Accorded 6	iau na a a a l	1					

Accepted for record 1000 NMOCD ARTESIA

		j	NMOCD	107	o la		
	the foregoing is true and correct. Electronic Submission #126794 verifie For COG OPERATING LI Committed to AFMSS for processing by WES	C, sen	it to the Carlsba GRAM on 12/28	ad 3/2011 (12W	vw10033SE)		
Name (Printed/Typed)	ROBYN ODOM	Title	PERSON RE	SPONSIE	SLE .		,,
Signature	(Electronic Submission)	Date	12/27/2011				
	THIS SPACE FOR FEDERA	L OR	STATE OFF	ICE USE			
Approved By WESLEY INGRAM			PETROLEUM E	NGINEER	₹		Date 12/28/2011
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.			c Carlsbad		;	, , ,	
	01 and Title 43 U.S.C. Section 1212, make it a crime for any p s or fraudulent statements or representations as to any matter w			ully to make	to any departr	nent or agency	of the United

Skelly Unit 724 30-015-38253 COG Operating LLC December 28, 2011 Conditions of Approval

- 1. Per NMOCD pool maps, operator had the incorrect pool on the EC submission.
- 2. First stage to DV tool:
 - Cement to circulate. If cement does not circulate, contact the appropriate BLM office before proceeding with second stage cement job. Operator should have plans as to how they will achieve desired cement top on the next stage.
- 3. Second stage above DV tool:
 - Cement should tie-back at least 200 feet into previous casing string. Due to water flow, operator shall run circumferential CBL for entire length of the production casing even if cement circulates.

WWI 122811