

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

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

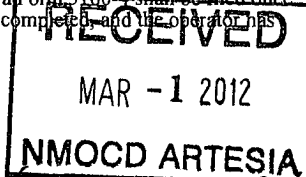
1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM103595
2. Name of Operator COG OPERATING LLC		6. If Indian, Allottee or Tribe Name
3a. Address 550 WEST TEXAS AVENUE SUITE 100 MIDLAND, TX 79701 2208 West Main St Artesia, NM 88210		7. If Unit or CA/Agreement, Name and/or No.
3b. Phone No (include area code) Ph: 575.748.6940		8. Well Name and No. CALI ROLL FEDERAL 1H
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 24 T26S R25E SWSE 1470FSL 1755FEL		9. API Well No. 30-015-37267-00-S1
		10. Field and Pool, or Exploratory WILDCAT
		11. County or Parish, and State EDDY COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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 recompletion 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.)

COG Operating LLC respectfully submits the attached well evaluation information and flow back report for Cali Roll Federal #1H well.



One day's data does not confirm that the well is commercial, operator requested to send additional data, received document for gas produced for one day. Operator to show well commerciality since it has been on production for a month. Operator to submit gas analysis as comment was that it is dry gas and operator is using a price for a gas rich in condensate.

14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #128168 verified by the BLM Well Information System For COG OPERATING LLC, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 01/17/2012 (12KMS0698SE)	
Name (Printed/Typed) MAYTE REYES	Title REGULATORY ANALYST
Signature (Electronic Submission)	Date 01/13/2012
Accepted for record NMOCD Artesia	

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By RETURNED		WESLEY INGRAM Title PETROLEUM ENGINEER	Date 02/27/2012
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.		Office Carlsbad	

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Cali Roll Federal #1H**NM-103595**

E/2 Section 24, T26S, R25E

Eddy County, New Mexico

Well Evaluation Information**Production**

1/13/2012 772 MCF, 0 BO, 373 BW, FTP 100, CP 250, on a 42/64" choke

Income

Gas Sales \$ 3,088.00 772 MCFD @ \$4.00/MCF

Royalty to ONRR \$ (386.00) 12.5% Royalty

Production Taxes \$ (239.00) 8.8452% Production Taxes

Net Income from Gas Sales \$ 2,463.00**Expense**

Water Hauling \$ 1,050.00 3 loads/day @ \$350/load

Pumper \$ 13.15 \$400/month

Generator Rental \$ 525.00 \$525/month

Fuel \$ - Generator not in use, no fuel required

Total Daily Expense \$ 1,588.15

Net Daily Income \$ 874.85