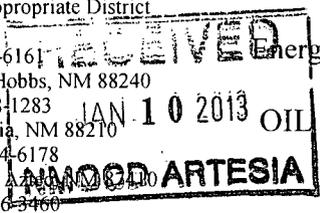


District I - (575) 393-6161 Energy, Minerals and Natural Resources
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87401
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505



WELL API NO. 30-015-39589
5. Indicate Type of Lease STATE [] FEE [X]
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Sherman 4 Fee
8. Well Number 1
9. OGRID Number 229137
10. Pool name or Wildcat Red Lake; Gloriaeta-Yeso, Northeast 96836
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3356' GR

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.)
1. Type of Well: Oil Well [X] Gas Well [] Other []
2. Name of Operator COG Operating LLC
3. Address of Operator One Concho Center, 600 W. Illinois Ave, Midland, TX 79701
4. Well Location Unit Letter M : 612 feet from the South line and 380 feet from the West line
Section 4 Township 19S Range 26E NMPM County Eddy

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK [] PLUG AND ABANDON []
TEMPORARILY ABANDON [] CHANGE PLANS []
PULL OR ALTER CASING [] MULTIPLE COMPL []
DOWNHOLE COMMINGLE []

SUBSEQUENT REPORT OF:

- REMEDIAL WORK [] ALTERING CASING []
COMMENCE DRILLING OPNS. [] P AND A []
CASING/CEMENT JOB []

OTHER: []

OTHER: Completion [X]

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- 10/31/12 Test casing to 4200 psi for 30 mins. Ok.
11/01/12 Perf Lower Blinebry @ 3190 - 4030 w/ 1 SPF, 26 holes.
11/03/12 Acidize w/2,500 gals acid. Frac w/150,504 gals gel, 155,142# 16/30 Brown sand, 46,602# 16/30 Siberprop.
11/07/12 Clean out to PBDT 4843. RIH w/130jts 2-7/8" J55 6.5# tbg, EOT @ 4256.
11/08/12 RIH w/2-1/2"x1-1/2"x20' pump. Hang on well.

Spud Date: 9/25/12

Rig Release Date: 10/09/12

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE Lead Regulatory Analyst DATE 12/27/12

Type or print name Kanicia Castillo E-mail address: kcastillo@concho.com PHONE: 432-685-4332

For State Use Only

APPROVED BY: [Signature] TITLE Dist. # Supervisor DATE 1/15/13
Conditions of Approval (if any):