

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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.*

OCT 06 2008  
OCD-ARTESIA

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other: UNKNOWN MW		5. Lease Serial No. NMLC029419A
2. Name of Operator CONCHO OIL AND GAS		6. If Indian, Allottee or Tribe Name
Contact: PHYLLIS EDWARDS E-Mail: pedwards@conchoresources.com		7. If Unit or CA/Agreement, Name and/or No. NMNM71030C
3a. Address TX 79701	3b. Phone No. (include area code) Ph: 432-685-4340	8. Well Name and No. SKELLY UNIT 981
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 22 T17S R31E 330FNL 990FEL		9. API Well No. 30-015-36516
		10. Field and Pool, or Exploratory FREN; GLORIETA YESO
		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 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 recompleat 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, as new operator, accepts all applicable terms, conditions, stipulations, and restrictions concerning operations on the lease or portion of lease described.

COG Operating LLC meets federal bonding requirements as follows (43 CFR 3104):  
Bond Coverage: Individually Bonded

BLM Bond File No. B001039

The effective date of this change: May 21, 2008

Note: Designation of Sub-Operator approved and is effective May 21, 2008.

ACCEPTED FOR RECORD

OCT 7 2008

Gerry Guye, Deputy Field Inspector  
NMOCD-District II ARTESIA

14. I hereby certify that the foregoing is true and correct		Electronic Submission #63383 verified by the BLM Well Information System For CONCHO OIL AND GAS, sent to the Carlsbad	
Name (Printed/Typed)	PHYLLIS EDWARDS	Title	PERSON RESPONSIBLE
Signature	(Electronic Submission)	Date	09/25/2008
<b>THIS SPACE FOR FEDERAL OR STATE OFFICE USE</b>			
Approved By		Title	Date
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	
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.			

APPROVED  
SEP 30 2008  
BUREAU OF LAND MANAGEMENT  
CARLSBAD FIELD OFFICE

**\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\***