

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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JUL 02 2010

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.5. Lease Serial No.
NMLC029509A

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other8. Well Name and No.
MC FEDERAL 36

2. Name of Operator

COG OPERATING LLC

Contact: JOSHUA J RUSSO

E-Mail: jrusso@conchoresources.com

9. API Well No.

30-025-39163-00-S1

3a. Address

550 W TEXAS AVE SUITE 1300
MIDLAND, TX 79701

3b. Phone No. (include area code)

Ph: 432-683-7443
Fx: 432-687-802110. Field and Pool, or Exploratory
MALJAMAR-YESO

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 21 T17S R32E SWSW Lot M 565 FSL 785 FWL
32.81440 N Lat, 103.77750 W Lon

11. County or Parish, and State

LEA 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 Undesirable Event
	<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 recomplete 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.)

On 06/05/2010 at 4:00 p.m. the MC Federal #36 flowline ruptured in the pasture northwest of the MC Federal #36 well. The amount of oil released was less than 1 bbl and we were not able to recover any fluid in the release. The release did cause a small amount of overspray in the pasture with the dimensions of 20 yards x 20 yards. The ruptured flowline has been repaired and put back into service. The legal description of the location involved is below:

MC Federal #36
Unit M
Sec.21-T16S-R32E
565 FSL 785 FWL
Lea County, NM
API# 30-025-39163

* Sample overspray area to determine chloride level. Pooled areas can be excavated and hauled. OGD Guidelines

14. I hereby certify that the foregoing is true and correct

Electronic Submission #88128 verified by the BLM Well Information System
For COG OPERATING LLC, sent to the Hobbs
Committed to AFMSS for processing by KURT SIMMONS on 06/22/2010 (10KMS0579SE)

Name (Printed/Typed) JOSHUA J RUSSO

Title COORDINATOR

Signature (Electronic Submission)

Date 06/18/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

ACCEPTED

JAMES A AMOS
Title SUPERVISOR EPS

Date 07/01/2010

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

PETROLEUM ENGINEER
Office Hobbs
JUL 07 2010

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 **

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Additional data for EC transaction #88128 that would not fit on the form

32. Additional remarks, continued

NMLC029509A
32.814397
103.777494

We will await further instruction regarding the remediation of the oversprayed area after submission and finalization of this sundry.