District I Form C-103 State of New Mexico 1625 N. French Dr., Hobbs, NM 88240 August 1, 2011 Phone:(575) 393-6161 Fax:(575) 393-0720 Energy, Minerals and Natural District II Permit 136523 811 S. First St., Artesia, NM 88210 Resources WELL API NUMBER Phone:(575) 748-1283 Fax:(575) 748-9720 District III 30-015-38595 Oil Conservation Division 1000 Rio Brazos Rd., Aztec, NM 87410 5. Indicate Type of Lease Phone:(505) 334-6178 Fax:(505) 334-6170 1220 S. St Francis Dr. District IV S 1220 S. St Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462 6. State Oil & Gas Lease No. 7. Lease Name or Unit Agreement Name SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO HONEYGRAHAM STATE A DIFFRENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 8. Well Number PROPOSALS.) 007H Type of Well: O 9. OGRID Number 2. Name of Operator COG OPERATING LLC 229137 3. Address of Operator 10. Pool name or Wildcat 550 W TEXAS, SUITE 1300, MIDLAND, TX 79701 4. Well Location Unit Letter C 660 feet from the N line and 1650 feet from the 29 26S 28E NMPM Eddy Township Range County 11. Elevation (Show whether DR, KB, BT, GR, etc.) 2995 GR Pit or Below-grade Tank Application or Closure Depth to Groundwater____ Distance from nearest fresh water well_ Distance from nearest surface water_ Pit Type _ mil Pit Liner Thickness: Below-Grade Tank: Volume___ bbls; Construction Material_ 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK | PLUG AND ABANDON | REMEDIAL WORK ALTER CASING TEMPORARILY ABANDON CHANGE OF PLANS COMMENCE DRILLING OPNS. PLUG AND ABANDON PULL OR ALTER CASING | MULTIPLE COMPL | CASING/CEMENT JOB Other: Other: Drilling/Cement 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. 8/6/11 TD 7 7/8" hole to 12920'. Set 5 1/2" 17# P-110 csg @ 12920'. Cmt w/900 sx Class C. Tailed in w/1700 sx. Did not circ. WOC 18 hrs. Ran TS. TOC @ 2150'. 8/8/11 Released rig.7/22/2011 Spudded well.

Date	String	Fluid Type	Hole Size	Csg Size	Weight lb/ft	Grade	TOC	Dpth Set	Sacks	Yield	Class	1" Dpth	Pres Held	Pres Drop	
07/22/11	Surf		17.5	13.375	48	H40	0	325	625		C		1000	0	
07/25/11	Int1		12.25	9.625	36	J55	0	2213	700		P+		1500	0	
08/07/11	Prod		7.875	5.5	17	P110	2150	12920	2600		C				
I hereby certi been/will be														tank ha	1
	constructed	or closed	according	to NMOCD	guidelines	, a gene	eral permi		attached) a		OCD-app		an [3/2011		
been/will be	constructed URE E	or closed Electronic	according cally Sign	to NMOCD ed	guidelines T	T, a gene ITLE P	roduction	t or an (attached) a ing Mgr	Itemative	OCD-app	oroved pla TE 8/2	an F. 3/2011 a No.		

Casing and Cement Program