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 144868 811 S. First St., Artesia, NM 88210 Resources WELL API NUMBER Phone:(575) 748-1283 Fax:(575) 748-9720 District III 30-025-40375 Oil Conservation Division 1000 Rio Brazos Rd., Aztec, NM 87410 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 State Oil & Gas Lease No. SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name LIGHTNING P-38 STATE (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFRENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 8. Well Number PROPOSALS.) 003H 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 330 1980 Unit Letter I S feet from the line and feet from the 1 Township 21S NMPM 33E Range Lea County 11. Elevation (Show whether DR, KB, BT, GR, etc.) 3752 GR Pit or Below-grade Tank Application or Closure Pit Type _____ Depth to Groundwater ____ Distance from nearest fresh water well ____ ___ Distance from nearest surface water__ mil Below-Grade Tank: Volume_ bbls; Construction Material_ Pit Liner Thickness: 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: Spud 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. 2/23/2012 Spudded well. I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines \square , a general permit \square or an (attached) alternative OCD-approved plan \square .

TITLE Production Reporting Mgr

TITLE Geologist

E-mail address dkuykendall@conchoresources.com Telephone No. $_{7443}$

DATE 2/27/2012

DATE 2/27/2012

SIGNATURE Electronically Signed

APPROVED BY: Paul Kautz

For State Use Only:

Type or print name Diane Kuykendall