OCD-ARTESIA

	DEPARTMENT OF THE	INTERIOR	AUG 0	7 2007 ^{- 1}	FORM APPROVED OM B No 1004-0137 Expires: March 31, 2007	
			000 *-	5 Lease Senal	No. NM-100845	
DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 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. SUBMIT IN TRIPLICATE- Other instructions on reverse side. Type of Well Gas Well Other Name of Operator COG Operating LLC Address 550 W. Texas Ave., Suite 1300 Midland, TX 79701 Location of Well (Footage, Sec., T. R., M., or Survey Description) 1065' FSL & 330' FEL Section 23 T-16S, R-28E Unit I TYPE OF SUBMISSION TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off		Allottee or Tribe Name				
SUBMIT IN TR	7. If Unit or CA/Agreement, Name and/or No.					
Type of Well Oil Well						
2. Name of Operator COG Operat	ting LLC					
Ba Address 550 W Texas Ave Suite 1300	30-015-25332					
	CROW FLATS WOLFCAMP					
		11. County or Parish, State				
1650' FSL & 330' FEL	Section 23 T-16S, R-28E	Unit I		EDDY, NM		
12. CHECK AI	PPROPRIATE BOX(ES) TO	INDICATE NATUR	E OF NOTICE, RI	EPORT, OR	OTHER DATA	
TYPE OF SUBMISSION		ТҮР	E OF ACTION			
✓ Notice of Intent Subsequent Report	Alter Casing	Fracture Treat	Reclamation	t/Resume)	Well Integrity	
Subsequent Report Casing Repair Change Plans Placture Treat Recumation Recomplete Other Request to skid rig					skid rig	
Timal Abandonment Notice	Convert to Injection	Plug Back	Water Disposal			
If the proposal is to deepen dire Attach the Bond under which the following completion of the investing has been completed. Fir determined that the site is ready COG Operating LLC re-e	ectionally or recomplete horizontall the work will be performed or provi- volved operations. If the operation nal Abandonment Notices shall be by for final inspection.)	ly, give subsurface location ide the Bond No. on file w results in a multiple compl filed only after all requiren -07. Drilled out plugs t	s and measured and true ith BLM/BIA Required etion or recompletion in cents, including reclama to 4397'. Lost circul	vertical depths d subsequent rep a new interval, tion, have been ation occurred	of all pertinent markers and zones, borts shall be filed within 30 days a Form 3160-4 shall be filed once completed, and the operator has d while mudding up. Ran	
			J			
COG Operating LLC prop	poses to re-plug & abandon th	e well as follows:		A	PPROVED	
Spot 50 sx C cement plug Spot 100 sx C cement plug Spot 100 sx C cement plug Install dry hole marker. COG Operating LLC resp	g from 1520' - 1420'. Tag plug g from 325' - 225'. Tag plug	@ 225'. @ surface.	East, extend the exis	ting pad & Ar	AUG 4 2007	
APD to follow. 14. I hereby certify that the foreg	OK C.I. 4/1	1/07			SUPERVISOR-EPS	
Name (Printed/Typed)	505 .5 .5 .6 .6 .6 .6 .6 .6 .6 .6 .6	t				

John Coffman Title Drilling Supt. 07/27/2007 Date THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or Date Title

which would entitle the applicant to conduct operations thereon. 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.

Office

(Instructions on page 2)

certify that the applicant holds legal or equitable title to those rights in the subject lease

Moose 23 Federal # 1 Pluggging Procedure

- 1) Drill out composite BP @ 210', TIH with 4-1/2" DP to +-1520', R/U BJ Services, Spot balanced plug f/ 1520' to 1420' as follows:
 - a) 20 BFW
 - b) 12 bbls. slurry (50 sx. "C" + 2% CACL2)
 - c) 20 BFW
- 2) TOH w/ 4-1/2" DP & WOC 4 Hrs
- 3) TIH w/ 4-1/2" DP, Tag plug @ 1420', TOH to 325'.
- 4) R/U BJ Services, Spot balanced plug f/ 325' to 225' as follows:
 - a) 20 BFW
 - b) 24 bbls. slurry (100 sx. "C" + 2% CACL2)
 - c) 3.0 BFW
- 5) TIH w/ 4-1/2" DP, Tag plug @ 225'
- 6) R/U BJ Services, Spot balanced plug f/ 225' to 0' as follows:
 - a) 20 BFW
 - b) 24 bbls. slurry (100 sx. "C" + 2% CACL2)
 - c) .50 BFW

7) Tag plug @ surface.

7/27/07

Accepted for record NMOCD

Oil Cons. N.M. DIV-Dist. 2 1301 W. Grand Avenue FORM APPROVED UNITED STATES Artesia, NM 88210 Form Budget Bureau No. 1004-0135 (June PARTMENT OF THE INTERIOR Expires: March 31,1993 BEREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No SUNDEN NOTICES AND REPORTS ON WELLS NM-100845 6 If Indian, Allottee or Tribe Name form forpproposals to drill or to deepen or reentry to a different reservoir. Use அச்பட்ATION FOR PERMIT—" for such proposals 7 If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE I Type of Well Oil Well 8 Well Name and No. Other 2. Name of Operato Moose Federal #1 Mack Energy Corporation 3 Address and Telephone No 30-015-25332 (505)748-1288 P.O. Box 960, Artesia, NM 88211-0960 10. Field and Pool, or Exploratory Area 4 Location of Well (Footage, Sec., T. R., M. or Survey Description) Crow Flats Wolfcamp 11 County or Parish, State 1665 FSL & 976 FWL, Sec. 23 T16S R28E, L Eddy, NM 12 CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Change of Plans New Construction Subsequent Report Non-Routine Fracturing Plugging Back Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Dispose Water (Note Report results of multi Completion or Recompletion Report and Log form) 13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work)* Mack Energy Corporation plugged well as follows: 06/10/2003 Spot 35 sx plug @ 6503', spot 35 sx Class C @ 6379', spot 50 sx plug @ 4503', spot 50 sx Class C 6% CC @ 1510', tag @. 1504', spot 35 sx Class C 4% CC @ 1504', spot 50 sx Class C 6% CC @ 322', no tag, spot 50 sx Class C 6% CC @ 322'. 06/11/2003 RIH tag @ 297', spot 50 sx Class C 6% CC, tag @ 170', spot 50 sx Class C 6% CC, tag @ 90', spot 50 sx Class C 2% CC circulate to surface. Install dry hole marker. Approved as to plugging of the well bore, Accepted for record Liability under bond is retained until surface restoration is completed. 7/14/03 **Production Analyst** Date JUL 21 2003 (ORIG. SGD.) PETROLEUM ENGINEER

Title 18 U.S.C. Section 1001, makes 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 by Conditions of approval, if any

See Instruction on Reverse Side

DRILLING REPORT

Spud Date 07/20/2007

Operator COG Operating - Midland Date 07/26/2007 API # 3001525332 Report # 6 Eddy State NM Rig Patterson #74 County Prop TD AFE# Depth 4,397 GL 3,756.0 Co Supv Rick E. Graham Phone 432-634-2881 AFE-DH TVD 4,397 KB corr Phone 432-553-0176 Rig Supv Andy Diez AFE-Test Ft/Hr Footage 0 Phone 432-634-9244 Lithology AFE-Comp Present Operations / Executive Summary Rig Supt Cooney Phillips Sqz. Surf. Csg. Leak, Rig up cement bulk truck. AFE-Total 432-634-3785 hone WOC , Tag cmt @ 148' , drill out @ 160' , Test to 500#-failed , order cement , circ well W/fresh water ,2nd sqz. pump 100 sx thix followed by 100 sx tail "C" + additives , WOC , tag and drill @ 150-160',test @ 500#-failed , order cement & rig up Working Int Net Int Mud Company: MI Mud Engineer: Fred Flores Mud MW PV YP Gel-Initial Gel-10 min Mud Type ECD Cake WL Solids % Oil % Water Mud Losses cut brine 9.2 32 4 9 3 1/32 11.6 1.40 0.00 98.60 200 salt gel CI Pf Mf CA LCM Washout(%vol) Hole Vol Pit Vol Stored Vol Min To Bit Btms Up Full Circ pН Pm 9.5 .05 . 1 101,000 1440 5-7 300 500 150 Drill Pipe & Collars (top to bottom) Kelly Down: Casing Size Wt ID Type Grade Ann Ve Size/Date Top (MD) Btm (MD) Btm (TVD) Wt Grade TOC ShoeTest 9.625 no 0 275 275 43 J-55 0 BHA# | Length Weight Description Bit Serial # Jets / TFA RPM WOB BHA Eff | Feet/Ttl | Hrs/Ttl | Ft/Hr | Bit HP In @ Out @ Size Mfg Type Bit Grade Hook Load | Drag Up (+) | Drag Down (-) | Max Allowed | Torque Bkgd Gas | Conn Gas | Trip Gas | Max Gas | Max At @ String Gas Loads Direction Deviation >>> Depth Angle TVD N/S Dog Leg **Pumps** GPS GPM SPR Make/Model PSI Stroke Liner SPM Eff GDP28 0 8 6.00 0.0 85% GDP28 350 8 6.00 90.0 85% 4.1 End Hrs Code **Daily Operations** 6:00 am - 6:00 am 8:30 am 2.50 13 Wait on cement 9:30 am 1.00 6 TIH with 8.5" bit and collars- tag at 148' 10:30 am 1.00 2 Drilling cement and check for losses-no fluid loss at all 12:00 pm 1.50 23 close hydril & pressure test squeeze- no test, 500# and bleeds off to 0# in 10-15 seconds 2:00 pm 2.00 rig up BJ and establish rates and pressures for next squeeze-order cement 23 5:00 pm 3.00 23 wait on cement to arrive 6:00 pm 1.00 18 2nd Squeeze cement / 100sx Thix + 100 sx tail "C" + additives @ 400# down to 100# 10:00 pm 4.00 Wait on cement 13 11:00 pm 1.00 TIH and tag cement at 150' 6 Drilling cement 150' to 165'- tag plug at 210' 12:30 am 1.50 2 1:00 am 0.50 23 test squeeze to 500#-failed, leaks off in 5 seconds Accepted for record 1:15 am 0.25 23 Get rate and pressure with BJ pump- order cement 4.50 23 waiting on BJ bulk cement truck 5:45 am NMOCD 6:00 am 0.25 spot and rig up cement bulk truck

Spud Date 07/20/2007 Date 07/26/2007

API # 3001525332

Operator COG Operating - Midland

Additional Comments						Mud / Chemical Used Today					
Drill out cement after first cement spot at 148' to 164'. Would not hold pressure but circulates just fine-no losses. Establish rates / pressures of .75bbl/min & 175# , 1.5BPM & 275# , 2.0 BPM & 440# . Cement next stage with 100sx Thixotropic @ 14,8 ppg followed by 100 sx "C" + 2% CaCl2+5pps gilsonite+1/8pps celloflake .(same as first plug). Wait to set up , tag at 150' and drill to 160' , tag composite plug at 210' then test squeeze to 500# and failed. Get rates and pressures again and order cement. rate= 440# @ 2bpm breaking down to 2bpm at 300# and stabil. Order cement.					/ 440# . ed by me as nposite d						
					-	Crews					
*					Ī	Morni	ing Day		Evening	Relief	
						4	5		5	0	
					-		Diesel	-	Today	Total	
					Ī	Delivered:				0	
					1	On Ha	nd:		450		
						Used:				-450	
						Ton Miles					
						Line on Spool: Ft. / Size				, , , , , , , , , , , , , , , , , , , ,	
							Ton Miles: Current / Total				
							Line Cut: Today / Total				
Expenses										enses by Category	
Category 209 - Daywork Contract.		ny / Vendor	rig	Descript	ion		Cost	Category 209 - Daywork		Cost	
							16,000.00	Contract.		16,000.00	
211 - Fuel & Power			diesel				1,125.00	211 - Fuel & Power		1,125.00	
212 - Water	apsi	5-fresh & 3-brine					3,280.00	212 - \	Water	3,280.00	
220 - Cement Squeeze		stnd-by + cement					12,000.00	220 - Cement Squeeze 12,000.			
227 - Contract Supervision	Oil & Gas Consulting consulting						1,000.00	227 - Contract 1,000.00 Supervision			
236 - Rentals - Subsurface	drill pipe / wait pipe						4,000.00	4,000.00 236 - Rentals - 4,000.0			
		,									
	Pit Drill	BOP Test	BOP Drill	Tour (BOP)	PVT Check	k Accid	lentsReportedT	oday?	Daily Cost	\$37,405.00	
Last Tests: >>		7/21/2007							Cum. Cost	\$427,914.00	

Accepted for record NMOCD