

Submit 3 Copies to Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
June 19, 2008

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-38265
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Yale State
8. Well Number 2
9. OGRID Number 229137
10. Pool name or Wildcat Loco Hills; Glorieta-Yeso 96718

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>
2. Name of Operator COG Operating LLC
3. Address of Operator 550 W. Texas Ave., Suite 1300 Midland, TX 79701
4. Well Location Unit Letter <u>M</u> : <u>990</u> feet from the <u>South</u> line and <u>990</u> feet from the <u>West</u> line Section <u>2</u> Township <u>17S</u> Range <u>30E</u> NMPM County <u>Eddy</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3739' GR

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: Add DV-Tool ☒

OTHER: ☐

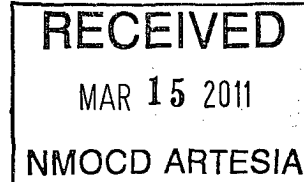
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

We encountered a water flow @ 2590'

COG Operating respectfully requests permission to run a DV Tool @ 2800'.

COG Operating respectfully requests permission to run the production cement as follows:

1st stage 550sxs 50:50:2. 5% Salt 3pps LCM .6%SMS 1%FL-25 1%BA-58 .125pps CF, yield 1.37 cuft/sack.
2nd stage Lead 550sxs 50:50:2. 5% Salt 3pps LCM .6%SMS 1%FL-25 1%BA-58 .125pps CF.
Tail 300sxs Class C mixed at 16.8ppg, yield 0.99 cuft/sack.



Spud Date:

3/2/11

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE Regulatory Analyst DATE 3/11/2011

Type or print name Robyn M. Odom E-mail address: rodom@conchoresources.com PHONE: 432-685-4388

For State Use Only

APPROVED BY: [Signature] TITLE Field Supervisor DATE 3-17-11

Accepted for record

NMOCD

Report depth of DVT on subsequent report.
NOI should be submitted PRIOR to performing work.

