

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  
May 27, 2004

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

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)		WELL API NO. 30-015-35727
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator COG Operating LLC		6. State Oil & Gas Lease No.
3. Address of Operator 550 W. Texas Ave., Suite 1300 Midland, TX 79701		7. Lease Name or Unit Agreement Name Folk Federal (Battery)
4. Well Location Unit Letter <u>L</u> : <u>1650</u> feet from the <u>South</u> line and <u>990</u> feet from the <u>West</u> line Section <u>17</u> Township <u>17S</u> Range <u>29E</u> NMPM County <u>Eddy</u>		8. Well Number <u>1</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3647' GR		9. OGRID Number 229137
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		10. Pool name or Wildcat Empire; Glorieta Yeso
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____		
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

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

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: Surface Commingle <input checked="" type="checkbox"/>	

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.

COG Operating LLC respectfully requests approval for a Surface Commingle on the following wells:

Producing wells:

Folk Federal #1	Folk Federal #2	Folk Federal #3	Folk Federal #4
Folk Federal #6	Folk Federal #7	Folk Federal #8	Folk Federal #9
Folk Federal #10	Folk Federal #11	Folk Federal #12	Folk Federal #13

Permitted, Not Drilled wells:

Folk Federal #5	Folk Federal #36	Folk Federal #38	Folk Federal #41
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Waiting on Permit wells:

Folk Federal #14	Folk Federal #17	Folk Federal #20	Folk Federal #21
Folk Federal #24	Folk Federal #26	Folk Federal #28	Folk Federal #29
Folk Federal #31	Folk Federal #32	Folk Federal #33	Folk Federal #35

We are planning to recomplete a couple of these wells to the Grayburg Jackson; SR-Q-G-SA, 28509. They are currently producing from the Empre; Glorieta-Yeso, East, 96610. Commingling will not reduce the value of the production. We have 100% ownership in this well and zones and there are no interest owners to notify.

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 ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE [Signature] TITLE Regulatory Analyst DATE 07/21/10

Type or print name Kanicia Carrillo E-mail address: kcarrillo@conchoresources.com Telephone No. 432-685-4332

For State Use Only

APPROVED BY: [Signature] TITLE Div. Director DATE 7/21/10

Conditions of Approval (if any):

This approval is subject to BLM approval before commencing the commingling operations