

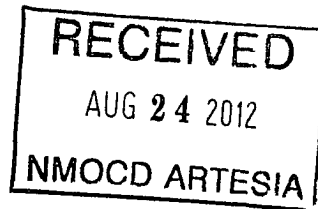


United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Carlsbad Field Office
620 E. Greene St.
Carlsbad, NM 88220-6292



IN REPLY REFER TO:
NM118699
3162.4 (P0220)



August 23, 2012

COG Operating LLC
550 W. Texas Ave., Suite 100
Midland, TX 79701

Gentlemen:

Your Applications for Permit to Drill (APDs) the referenced wells have expired because drilling has not commenced within two years as per Onshore Order #1.

NM118699 Tequiza Federal 3, 330'/S. & 1650'/E sec.34, T21S., R25E. *30-015-36302*
APD EXT. Approved on April 27, 2010, APD expired on April 22, 2012

NM118699 Tequiza Federal 2, 405'/S. & 990'/E sec.34, T21S., R 25E *30-015-36698*
APD EXT. Approved on May 13, 2010, APD expired on April 23, 2012

If a well has not been spud, but site construction activities have occurred please contact Jim Amos at (575) 234-5909 for surface reclamation instructions. If drilling operations have commenced on a well send all necessary reports (spud, casing/cementing, etc., 1 original and 3 copies) to the BLM, so we may correct our records.

Sincerely,

for Don Peterson
Assistant Field Manager
Lands & Minerals

bcc:
P0221, I&E CFO
NMOCD Artesia