UNITED STATES DEPARTMENT OF THE INTERIOR . BUREAU OF LAND MANAGEMENT

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FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

| Expires. July | • |
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| Lease Serial No. | |
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| Lease Serial No. | |
| NMLC029420A | |

| | SUNDRY NO | TICES AND | REPORTS | ON WELLS | |
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Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

6. If Indian, Allottee or Tribe Name

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|---|---|---------------------------------------|--|---|--|------------------|--|
| SUBMIT IN TRII | erse side. | | 7. If Unit or CA/Agreement, Name and/or No. 892000276B | | | | |
| I. Type.of Well | er | | | | 8. Well Name and No. SKELLY UNIT 81 | 9 | |
| 2. Name of Operator COG OPERATING LLC | Contac | t: BRIAN MAIC ino@concho.com | RINO | | 9: API Well No. 30-015-37475-0 | 00-S1 | |
| 3a. Address ONE CONCHO CENTER 600 MIDLAND, TX 79701 | 3b. Phone No. (include area code) Ph: 432-221-0467 | | | 10. Field and Pool, or Exploratory MAR LOCO-GLORIETA YESO | | | |
| 4. Location of Well (Footage, Sec., T | ., R., M., or Survey Descri | iption) | | | 11. County or Parish, and State | | |
| Sec 15 T17S R31E NWNW 6 | • | • | | EDDY COUNTY | /, NM | | |
| 12 CHECK APPR | ODDIATE DOV(ES) | TO DIDICATE | · · · | JOTICE DE | TOORT OR OTHE | D DATA | |
| | ROPRIATE BOX(ES) | 10 INDICATE | | | | K DATA | |
| TYPE OF SUBMISSION | | · · · · · · · · · · · · · · · · · · · | TYPE OF | F ACTION | · | <u>خ</u> . | |
| Notice of Intent | □ Acidize | □ Dee | · · · · · · · · · · · · · · · · · · · | | on (Start/Resume) | Water Shut-Off | |
| ☐ Subsequent Report | ☐ Alter Casing | _ | cture Treat | ☐ Reclama | | ☐ Well Integrity | |
| - , | ☐ Casing Repair | | v Construction | □ Recomp | lete | Other | |
| ☐ Final Abandonment Notice | ☐ Change Plans | 1 129 | g and Abandon | _ | arily Abandon | ٠ | |
| | ☐ Convert to Inject | ion 🗖 Plu | g Back, | □ Water D | isposal | | |
| If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) Skelly Unit 819 Plug and Abandon (Non Standard)Procedure Run CBL from 3195' to surface w/500# on casing (Note:Upper plugs may be altered based upon the results of the CBL MIRU TIH w/notched collar and wash down to 3366? Spot 50 sx heavy cement (16.5#/gal) plug from @ 3366?-2966' Slowly pull up to 2900? Circulate well clean 8-5/8" Shoe Plug spot cement @ 1755-1855' Pull up to 1200? SEE ATTACHED FOR CONDITIONS OF APPROVAL | | | | | | | |
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #161945 verified by the BLM Well Information System For COG OPERATING LLC, sent to the Carlsbad Committed to AFMSS for processing by WE\$LEY INGRAM on 12/10/2012 (13WWI0180SE) | | | | | | | |
| Name (Printed/Typed) BRIAN MA | AIORINO | | Title AUTHC | ORIZED REP | RESENTATIVE | · | |
| Signature (Electronic S | Submission) | | Date 12/06/2 | 1 012 | PDOVES | <u> </u> | |
| | THIS SPACE FOR FEDERAL OR STATE OFFICE VISE | | | | | | |
| Approved By onditions of approval, if any, are attached attify that the applicant holds legal or equilibrium would entitle the applicant to conduct the 18 U.S.C. Section 1001 and Title 43. | uitable title to those rights uct operations thereon. U.S.C. Section 1212, mak | in the subject lease | Title Office Deerson knowingly an | WE: | JAN 1 4 2013 WAA SLEY W. INGRAM SKE TO SINY TEPPORTMENT | · | |
| States any false, fictitious or fraudulent | statements or representatio | ns as to any matter | vitnin its jurisdiction | 1. | | | |

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MOCD

1/28/24/3

Additional data for EC transaction #161945 that would not fit on the form

32. Additional remarks, continued

Spot Cement from 1100' - 1200' (Base of the Salt)
Pull up to 641?
13-3/8" Shoe Plug - Spot cement from 500- 641' (to cover shoe plug and top of Salt at 560?)
Pull up to 70? and Spot 25 sxs @ 70'
Remove wellhead and deadman anchors
Install abandoned well marker (tombstone)
Clean up and remove caliche wellpad and return to native state.

Skelly 819 Plug and Abandon (Non Standard) Procedure

Lease - Fren

API# 30-015-37475

Spud Date: 2/23/2010

- 1) Run CBL from 3195' to surface w/500# on casing. (Note: upper plugs may be altered based upon the results of the CBL)
- 2) MIRU
- 3) TIH w/tubing @ pull RBP @ 3195'. TOH
- 4) TIH w/notched collar and wash down to 3366'
- 5) Spot 50 sx heavy cement (16.5#/gal) plug from @ 3366'-2966'
- 6) Slowly pull up to 2900'
- 7) Circulate well clean
- 8) 8-5/8" Shoe Plug spot cement @ 1755-1855'
- 9) Pull up to 1200'
- 10) Spot Cement from 1100' 1200' (Base of the Salt)
- 11) Pull up to 641'
- 12) 13-3/8" Shoe Plug Spot cement from 500- 641' (to cover shoe plug and top of Salt at 560')
- 13) Pull up to 70' and Spot 25 sxs @ 70'
- 14) Remove wellhead and deadman anchors
- 15) Install abandoned well marker (tombstone)
- 16) Clean up and remove caliche wellpad and return to native state.

Fren Skelly Unit 819 Reservoir Blin Location Well ID Info API No Spud Date Survey County Eddy County, NM Csg. Set @ Cement w/ 13-3/8", 48# H-40 STC 591 600 sxs CI C + 2% 51 sxs Elevations: of cmt from 500-641' (to cover shoe plug and top of Salt K8 Cal 13-3/8" Shoe Plug History 4/7/10 8/18/10 10/16/10 12/15/10 5/22/11 Pump change (tbg pump)
HIT - split jt
Pump Change?
HIT & Instalt ESP Estimated Salt Base and Tops (as per Master Drilling Plan Rev 1 7-22-09) Top of Salt Φ 560° Base of the Salt Φ 1150° 7/25/11 Change A L from ESP to Rod Pump 11/22/11 Rod Part (ppds) Rod Part (ppds)/Collapsed Casing 12/28/11 Spot Cement from 1100' - 1200' (Base of the Sait) Timeline 12/31/2011 -Stuck Tubing on 12/31/11 - SD for holiday 1/3/12-1/27/12 Chemical cut Tubing, jarred then Milled 1/28/2012 -Camera Run got down to 3318 1/29/12-2/5/12 -Milled Final depth 3334" - Camera Run #2 - shows milling outstide of casing 2/6/2012 2/7/12-2/13/12 - Milling to get back in casing final -3336" Run camera to determine if back in casing 5/18/2012 Resume Fishing Operations Stuck tubing @ 3275 chemical out at 3245. CASING Collapse Area
Spot Cement from @ 3380-3230' Collapsed Casing @ 3287' - 3334' Tubing Left to Recover 3241 Estimated Top(as per Master Drilling Plan Rev 1 7-22-09) Top of Glorietta - Spot Cement, from 4909-5000' + 50' of additional cmt Top of Glorietta @ 4950 Paddock Perforations
Spot Cement from 5080'-5280' + 50' of addition cmt Paddock 5130-5230', 180 ph. 1 SPF, 41 hole Upper Blineberry 5650-5850', 180 ph, 1 SPF, 41 hole Middle Blineberry 5920-6120', 180 degriph, 1 SPF, size 41 Blineberry Perforations Spot Cement from 5600'-6440' + 60' of additional cmi 5-1/2" 17# J-55 6913 850 sxs Cl C 35 65 lead + 400 sxs Cl C 50 50 tell 347 sxs PATO Updated P Porter 2/15/12

Skelly Unit 819 30-015-37475 COG Operating LLC January 14, 2013 Conditions of Approval

NOTE: As listed in the procedure the CBL may dictate changes to the plugs above the fish.

See attached standard COA in addition to the specific ones noted below.

- 1. Step 3 Plug across fish shall be tagged at 2966' or shallower.
- 2. Step 8 Plug at shoe shall be a minimum of 25 sacks of neat Class C cement and 120' in length. Plug shall be tagged at 1755' or shallower.
- 3. Step 10 Plug for Base of Salt shall be a minimum of 25 sacks of neat Class C cement and 110' in length. Plug shall be tagged at 1100' or shallower.
- 4. Step 12 Plug for surface shoe and Top of Salt shall be a minimum of 25 sacks of neat Class C cement. Plug shall be tagged at 500' or shallower.
- 5. Step 13 Operator shall perforate casing and attempt to establish a rate. If rate can be established to surface, circulate cement to surface and fill the 5 ½" casing to surface with a minimum of 25 sacks of neat Class C cement.
- 6. Step 15 low profile marker required see attached COA.

WWI 011413