

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

5. Lease Serial No.

LC-028775A

6. If Indian, Allottee or Tribe Name

Do not use this form for proposals to drill or, to Re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. NM 71024X 1. Type of Well ✓ Oil Well Gas Well Other 8. Well Name and No. **R J UNIT #138** 2. Name of Operator COG Operating LLC 9. API Well No. 30-015-34976 3b. Phone No. (include area code) 3a Address 432-685-4340 550 W. Texas Ave., Suite 1300 Midland, TX 79701 10. Field and Pool, or Exploratory Area Grayburg Jackson SR Q G SA 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 2630' FSL & 1980' FEL SEC. 27, T17S, R29E, UNIT J EDDY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Production (Start/Resume) Acidize Water Shut-Off Deepen Notice of Intent Alter Casing Well Integrity Reclamation Fracture Treat Casing Repair New Construction Recomplete Subsequent Report Change Plans Temporarily Abandon Completion Plug and Abandon Final Abandonment Notice Water Disposal Convert to Injection Plug Back 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. 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.) 10-11-06 Perf San Andres w/ 2 SPF @ 3028' - 3394'. 62 holes. 10-12-06 Acidize w/ 2000 gals acid. 10-13-06 Frac w/ 32,500 gals 30# gel, 68,300 gals 40# gel, 8012# LiteProp, 91,980# 16/30 sand. 10-14-06 Perf San Andres w/ 2 SPF @ 2677.5' - 2877.5'. 56 holes. Acidize w/ 2000 gals acid. 10-15-06 Frac San Andres w/ 40,000 gals 30# gel, 15,440# LiteProp, 45,000# 40# gel, & 91,149 16/30 sand.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)		
	itle Regulatory An	alyst
Signature Culko Levards I	Date	11/22/2006
THIS SPACE FOR FEDERAL O	OR STATE OF	FICE USACCEPTED FOR RECORD
Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant of certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		DEC 12 2006
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any pe States any false, fictitious or fraudulent statements or representations as to any matter w	rson knowingly and vithin its jurisdiction.	villfully to make to Watshirman Wagehn GRANT inited PETROLEUM ENGINEER

10-18-06 RIH w/ 108 jts 2-3/8" tbg, SN @ 3409'. RIH w/ 2 x 1-1/2 x 22' pump. Turn to production.