

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM98122
2. Name of Operator COG OPERATING LLC		6. If Indian, Allottee or Tribe Name
Contact KELLY J HOLLY E-Mail kholly@conchoresources.com		7. If Unit or CA/Agreement, Name and/or No.
3a. Address 550 WEST TEXAS AVENUE SUITE 100 MIDLAND, TX 79707	3b. Phone No. (include area code) Ph: 432-685-4384	8. Well Name and No SKELLY UNIT 724
4. Location of Well (Footage, Sec, T, R, M, or Survey Description) Sec 21 T17S R31E Mer NMP SWNW 2299FNL 815FWL		9. API Well No 30-015-38253
		10. Field and Pool, or Exploratory EREN; GLORIETA-YESO
		11. County or Parish, and State EDDY COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Change to Original APD
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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.)

COG Operating submitted APD for this well at this location:

2299' FNL & 815' FWL, SEC 21, T17S, R31E, Unit E

COG Operating respectfully requests permission to change this well from Vertical to Directional and move this location to:

SHL: 2272' FNL & 687' FWL, Sec 21, T17S, R31E, Unit E

BHL: 2310' FNL & 990' FWL, Sec 21, T17S, R31E, Unit E

Reason for location move is a pipeline too close to original location.

RECEIVED

DEC 16 2011

NMOCD ARTESIA

Accepted for record

NMOCD

Avoid Electric line locate approximately 110' from center hole during construction and drilling. Surface flat 12-14-11

Eng OK

11/30/11


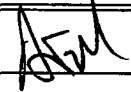
CRW

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #123091 verified by the BLM Well Information System
For COG OPERATING LLC, sent to the Carlsbad

Name (Printed/Typed) KELLY J HOLLY	Title PERMITTING TECH
Signature (Electronic Submission)	Date 11/11/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By 	Title 	Date 12/6/11
Conditions of approval, if any, are attached. Approval of this notice does not warrant or 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.		Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

dm

Additional data for EC transaction #123091 that would not fit on the form

32. Additional remarks, continued

A Revised C-102 and Directional Plan is attached for your review.