UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

OCD Artesia

FORM APPROVED OMB NO. 1004-0135

| | Ĕ | xpire | s: | Jul | y | 31, | 2 |
|------|--------|-------|----|-----|---|-----|---|
| ease | Serial | No. | | | | | _ |

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.

| | NMNM13996 |
|----|-----------------------------------|
| 6. | If Indian, Allottee or Tribe Name |

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|--|---|--|---|---|---|--|--|
| SUBMIT IN TRI | 7. If Unit or CA/Agre | 7. If Unit or CA/Agreement, Name and/or No. | | | | | |
| 1. Type of Well ☐ Oil Well Gas Well ☐ Ot. | | 8. Well Name and No. BLACK BEAN FEDERAL COM 1 | | | | | |
| Name of Operator COG OPERATING LLC | Contact: | STORMI S DAVIS onchoresources.com | | 9. API Well No. 30-015-37148 | | | |
| 3a. Address 2208 W. MAIN STREET ARTESIA, NM 88210 | 3b. Phone No. (includ Ph: 575-748-6946 Fx: 575-748-6950 | | | 10. Field and Pool, or Exploratory CEDAR CANYON | | | |
| 4. Location of Well (Footage, Sec., 7 | C., R., M., or Survey Descriptio | n) | | 11. County or Parish, | 11. County or Parish, and State | | |
| Sec 6 T24S R29E SESW 330 | EDDY COUNT | EDDY COUNTY, NM | | | | | |
| 12. CHECK APP | ROPRIATE BOX(ES) TO | O INDICATE NATU | RE OF NOTICE, | REPORT, OR OTHE | R DATA | | |
| TYPE OF SUBMISSION | | | | | | | |
| NI-time of Intent | ☐ Acidize | Deepen | Produ | action (Start/Resume) | ☐ Water Shut-Off | | |
| □ Notice of Intent | Alter Casing | Fracture Tre | | | ☐ Well Integrity | | |
| ■ Subsequent Report | Casing Repair | ☐ New Constr | | | Other | | |
| Final Abandonment Notice | Change Plans | Plug and Ab | _ | orarily Abandon | | | |
| | Convert to Injection | Plug Back | ☐ Wate | r Disposal | | | |
| on the above-referenced lease COG Operating LLC, as new restrictions concerning operations are cognitive concerning concerning concerning the condition of the change of the change of the change concerning that the foregoing is | operator, accepts all applions conducted on the leaderal bonding requirement Bonded B000740 ge: October 1, 2010 | RECE | e described. R 3104): IVED 0 6 2011 D ARTESIA | APPE MAY MAY BUREAU OF LA | SOVED 5 2011 AND MANAGEMENT FIELD OFFICE | | |
| | Electronic Submission # For COG C | 106457 verified by the PERATING LLC, sen | BLM Well Informati to the Carlsbad | on System | | | |
| Name(Printed/Typed) STORMI S DAVIS | | | REGULATORY A | NALYST | | | |
| Signature (Electronic S | Submission) | Date | 04/14/2011 | | | | |
| | THIS SPACE FO | OR FEDERAL OR | STATE OFFICE | USE | | | |
| Approved By Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conduct the conductive of the second to the conductive of the second to | uitable title to those rights in that operations thereon. U.S.C. Section 1212, make it a | e subject lease Office | wingly and willfully to | make to any department o | Date | | |
| States any false, fictitious or fraudulent | statements or representations as | to any matter within its j | urisdiction. | | • | | |

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval

COG Operating LLC.

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. All above ground structures and equipment on the lease shall be painted Shale Green (5Y 4/2). This is to be done within 90 days, if you have not already done so.
- 3. Submit for approval of water disposal method.
- 4. Submit updated facility diagrams as per Onshore Order #3
- 5. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 6. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 7 Subject to like approval by NMOCD.