Form 3160-5 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT OCD Hobbs

AUG 22 2012

HOBBS OCD

FORM APPROVED OMB No 1004-0137 Expires. October 31, 2014

Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS 6 If Indian, Allottee or Tribe Name

NMNM 54882

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 of CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8 Well Name and No. WYNELL FEDERAL #002 - #005 Oil Well Gas Well Other 9 API Well No MULTIPLE, SEE BELOW 2. Name of Operator COG OPERATING LLC 10. Field and Pool or Exploratory Area 3a, Address 3b. Phone No (include area code) 550 W TEXAS AVENUE, SUITE 100 MIDLAND, TX 79701 TONTO; YATES-SEVEN RIVER 432-685-4332 11. County or Parish, State Location of Well (Footage, Sec., T., R., M., or Survey Description) Lea County, NM MULTIPLE, SEE BELOW 12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Water Shut-Off Production (Start/Resume) Acidize Deepen Notice of Intent Fracture Treat Reclamation Well Integrity Alter Casing Other CHANGE OF New Construction Casing Repair Recomplete ✓ Subsequent Report **OPERATOR** Change Plans Plug and Abandon Temporarily Abandon Plug Back Water Disposal Convert to Injection Final Abandonment Notice 13 Describe Proposed or Completed Operation. Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection) This is notification of Change of Operator on the above referenced well. COG Operating LLC, as new operator, accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on this lease or portion of lease described. Bond Coverage: BLM Bond No. NMB000740; NMB000215 **APPROVED** Change of Operator Effective: 07-02-2012 SEE ATTACHED FOR Former Operator: Three Rivers Operating Co., LLC CONDITIONS OF APPROVAL Lease includes the following wells: AUG 1 8 2012 Location: H-15-19S-33E, 1700 FNL & 330 FEL WYNELL FEDERAL #002 API # 30-025-35105 Location: B-15-19S-33E, 990 FNL & 1650 FEL WYNELL FEDERAL #003 API # 30-025-35718 WYNELL FEDERAL #004 API # 30-025-35719 Location: A-15-19S-33E, 800 FNL & 660 FEL /s/ JD Whitlock Jr Location: G-15-19S-33E, 1800 FNL & 2010 FEL ✓ WYNELL FEDERAL #005 API # 30-025-37065 BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE 14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) J. STEVE GUTHRIE Title VICE PRESIDENT OF TEXAS Date Signature

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Title Conditions of approval, if any, are attached Approval of this notice does not warrant or certify that the applicant holds legal or countable tritle those rights in the subject lease which would entitle the applicant to sendult ober attorns griften. 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

Approved by

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

Conditions of Approval

COG Operating LLC

August 18, 2012

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. Submit for approval of water disposal method.
- 3. Submit updated facility diagrams as per Onshore Order #3
- 4. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 5. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 6. Install legible well sign on location with operator name, well name and number, lease number, unit number, 1/4 1/4, section, township, and range. NMOCD requires the API number on well signs.
- 7. Subject to like approval by NMOCD.
- 8. If well is not on production submit Notice of Intent to return well to production or to P&A within 30 days of approval of change of operator.