## OCD-HOBBS

Form 3160 -3 FORM APPROVED (April 2004) OMB No 1004-0137 Expires March 31, 2007 UNITED STATES Lease Serial No. DEPARTMENT OF THE INTERIOR LC-029509B BUREAU OF LAND MANAGEMENT. If Indian, Allotee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER 7 If Unit or CA Agreement, Name and No DRILL la Type of work REENTER 8 Lease Name and Well No Oil Well Type of Well Gas Well Single Zone Multiple Zone Name of Operator 9 API Well No. COG Operating LLC 3a. Address 3b Phone No (include area code) 10 Field and Pool, or Exploratory 550 W. Texas, Suite 1300 Midland TX 79701 (432) 685-4340 Maljamar; Yeso, West 44500 Location of Well (Report location clearly and in accordance with any State requirements.\*) 11 Sec., T. R. M. or Blk. and Survey or Area 720' FSL & 1890' FEL, UL O Sec 21, T17S, R32E At proposed prod. zone 330' FSL & 2310' FEL, UL O 12. County or Parish 13 State 14 Distance in miles and direction from nearest town or post office\* 2.5 miles south of Maljamar, NM Lea NM Distance from proposed 16 No. of acres in lease 17 Spacing Unit dedicated to this well location to nearest property or lease line, ft (Also to nearest drig. unit line, if any) 330' 520 18 Distance from proposed location\* to nearest well, drilling, completed, 19 Proposed Depth 20 BLM/BIA Bond No. on file applied for, on this lease, ft 7100 NMB000215 Elevations (Show whether DF, KDB, RT, GL, etc.) 22 Approximate date work will start\* 23. Estimated duration 4021' GL 10 days 06/01/2008 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form 1 Well plat certified by a registered surveyor Bond to cover the operations unless covered by an existing bond on file (see Item 20 above) 2. A Drilling Plan 3 A Surface Use Plan (if the location is on National Forest System Lands, the Operator certification SUPO shall be filed with the appropriate Forest Service Office) Such other site specific information and/or plans as may be required by the authorized officer Name (Printed/Typed) Signature Phyllis A. Edwards 07/21/2008 Title Regulatory Analyst Name (Printed/Typed) /8/ Don Peterson Approved by (Signature) /a/ Don Peterson AUG 2 6 2008 Office CARLSBAD FIELD OFFICE Application approval 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 Conditions of approval, if any, are attached APPROVAL FOR TWO YEARS 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 \*(Instructions on page 2)

ROSWELL CONTROLLED WATER B

SEE ATTACHED FUR CONDITIONS OF APPROVAL

APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS **ATTACHED**