

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

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.

JUN 09 2010

HOBBSOCD

5. Lease Serial No.
NMLC029405A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other8. Well Name and No.
BC FEDERAL 40

2. Name of Operator

COG OPERATING LLC

Contact: JOSHUA J RUSSO

E-Mail: jrusso@conchoresources.com

9. API Well No.

30-025-39414-00-X1

3a. Address

550 W TEXAS AVE SUITE 1300
MIDLAND, TX 79701

3b. Phone No. (include area code)

Ph: 432-683-7443

Fx: 432-687-8021

10. Field and Pool, or Exploratory

MALJAMAR; Yeso, West

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 20 T17S R32E NWNW 330FNL 990FWL
32.82646 N Lat, 103.79401 W Lon

11. County or Parish, and State

LEA 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 Undesirable Event
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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 recompleat 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 recompleat 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.)

On 05/29/2010 the flowline coming from the BC FEDERAL #40 ruptured just south of the BC FEDERAL #1 Tank Battery in the pasture. We released 80bbbls of produced water and were able to recover 60bbbls with a vacuum truck. The dimensions of the release were 40 yards x 40 yards. The flowline has been fused and put back into service. The legal description of the BC FEDERAL #40 is below:

BC FEDERAL #40
UNIT D
SEC. 20-T17S-R32E
330 FNL 990 FWL
LEA COUNTY, NM
32.826461 - 103.794012

* OK to perform site assessment.
Submit remediation plan upon completion.

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

Electronic Submission #87402 verified by the BLM Well Information System
For COG OPERATING LLC, sent to the Hobbs
Committed to AFMSS for processing by CHERYLE RYAN on 06/04/2010 (10CMR0186SE)

Name (Printed/Typed) JOSHUA J RUSSO

Title COORDINATOR

Signature (Electronic Submission)

Date 06/03/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By JAMES A AMOS

Title SUPERVISOR EPS

Date 06/05/2010

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 Hobbs

PETROLEUM

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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.

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

P.m.

Additional data for EC transaction #87402 that would not fit on the form

32. Additional remarks, continued

API# 30-025-39414
NMLC 029405A

The legal description of the closest well to the release is below:

BC FEDERAL #1
UNIT C
SEC. 20-T17S-R32E
330 FNL 1575 FWL
LEA COUNTY, NM
32 49.561 - 103 47.538.
API# 30-025-34733
NMLC 029405A

We intend on performing assessment after submission and finalization of this sundry.