REGEVED

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

| 0 2 2010 SUNDRY NOTICES AND REPORTS ON WELLS | 5. Lease Serial No. NMNM110834 |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------|
| BSOCC Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160 - 3 (APD) for such proposals. | 6. If Indian, Allottee or Tribe Name |
| SUBMIT IN TRIPLICATE- Other instructions on reverse side. | 7. If Unit or CA/Agreement, Name and/or No. |
| 1. Type of Well ☐ ☐ Gas Well ☐ ☐ Other / | 8. Well Name and No. |
| 2. Name of Operator COG Operating LLC | Moe Federal 9. API Well No. |
| 3b. Phone No. (include area code) 432-685-7443 | See attached 10. Field and Pool, or Exploratory Area |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | Young; Bone Spring, North |
| Sec 34, T17S, R32E | 11. County or Parish, State Lea, NM |
| 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOT | ICE, REPORT, OR OTHER DATA |
| TYPE OF SUBMISSION TYPE OF ACT | ION |
| ✓ Subsequent Report ☐ Alter Casing ☐ Fracture Treat ☐ Reclan ✓ Subsequent Report ☐ Casing Repair ☐ New Construction ☐ Recorn ☐ Change Plans ☐ Plug and Abandon ☐ Tempor | |
| determined that the site is ready for final inspection.) As required by 43 CFR 3100.0-5(a) and 43 CFR 3162.3 we are notifying you of a change of COG Operating LLC, as new operator, accepts all applicable terms, conditions, stipulation on the lease or portion of lease described. | |
| COG Operating LLC meets federal bonding requirements as follows (43 CFR 3104): | ADDDOVED |
| Bond Coverage: Individually Bonded BLM Bond File No.: B001039 | APPROVED |
| The effective date of the change: October 1, 2010 | NOV 2 6 2010 |
| Previous Owner: Marbob Energy Corp. | /s/ JD Whitlock Jr |
| See Attached | BUREAU OF LAND MANAGEMENT |
| 4. I hereby certify that the foregoing is true and correct Name (Printed/Typed) | CARLSBAD FIELD OFFICE |
| Diane Kuykendall Title Production R | eporting Manager |
| Signature Date 16/- | 1 10 |
| THIS SPACE FOR FEDERAL OR STATE OF | FICE USE |
| Innerved by | Det |
| Approved by Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or ertify that the applicant holds legal or equitable title to those rights in the subject lease of the conditions of the | Date |
| which would entitle the applicant to conduct operations thereon. 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.

From Operator MARBOB ENERGY CORP OGRID 014049 To Operator COG OPERATING LLC OGRID 229137

Wells Selected for Transfer Permit Status: DRAFT

| PEARSALL;QUEEN YOUNG;BONE SPRING, NORTH | 65350 | 0 0 | 30-025-36655 (| Z Z | M-34-1/S-32E | т т | MOE FEDERAL #015 |
|-----------------------------------------|---------|------|---------------------------|------------|--------------|-------|------------------------|
| YOUNG; BONE SPRING, NORTH | 65350 | 0 | 30-025-37891 | : - | L-34-17S-32E | חד ו | MOE FEDERAL #007 |
| YOUNG;BONE SPRING, NORTH | 65350 | 0 | 30-025-38362 | ~ | K-34-17S-32E | Ŧ | MOE FEDERAL #005 |
| PEARSALL;QUEEN | 49970 | 0 | 30-025-38362 ¹ | ~ | K-34-17S-32E | F | 33624 MOE FEDERAL #005 |
| Pool Name | Pool ID | Туре | API | Unit | ULSTR | Туре | roperty Well Name |
| | | Well | | OCD | | Lease | |

Property Well Name