Form 3169-5 (June 2015)

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

SUNDRY NOTICES AND REPORTS ON WELLS

**NMOCD** Artesia

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

# 5. Lease Serial No. NMLC028731A

6. If Indian, Allottee or Tribe Name

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	
1. Type of Well  ☑ Oil Well ☐ Gas Well ☐ Other				8. Weli Name and No. DODD FEDERAL UNIT 930H	
Name of Operator Contact: DANA KING COG OPERATING LLC E-Mail: dking@concho.com				9. API Well No. 30-015-43782	
3a. Address ONE CONCHO CENTER, 600 W ILLINOIS AVE MIDLAND, TX 79701  3b. Phone No. (i			le)	10. Field and Pool or Exploratory Area DODD-GLORIETA-UPPER YESO	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				11. County or Parish, State	
Sec 22 T17S R29E Mer NMP 330FNL 889FEL				EDDY COUNTY, NM	
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICATE NATURE	OF NOTICE,	REPORT, OR OTH	IER DATA
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent     ■     Notice of Intent     Notice of Inten	☐ Acidize	□ Deepen	□ Producti	ion (Start/Resume)	■ Water Shut-Off
_	☐ Alter Casing	☐ Hydraulic Fracturing	g 🗖 Reclama	ation	■ Well Integrity
☐ Subsequent Report	☐ Casing Repair	☐ New Construction	☐ Recomp		☑ Other Venting and/or Flari
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	-	arily Abandon	ng
13. Describe Proposed or Completed Ope	☐ Convert to Injection	☐ Plug Back	☐ Water D		
If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab determined that the site is ready for fi	k will be performed or provide operations. If the operation res andonment Notices must be file nal inspection.	the Bond No. on file with BLM/B sults in a multiple completion or re ed only after all requirements, inclu	IA. Required sub completion in a r uding reclamation	sequent reports must be lew interval, a Form 316 n, have been completed a	filed within 30 days 0-4 must be filed once
COG OPERATING LLC RESP	ECTFULLY REQUESTS	TO FLARE AT THE DODD	FEDERAL 15	A BAITERY.	
NUMBER OF WELLS TO FLARE: (24)				-111011	1,00
DODD FEDERAL UNIT #629 30-015-39902— DODD FEDERAL UNIT #633 30-015-40605— DODD FEDERAL UNIT #636 30-015-40893— DODD FEDERAL UNIT #618 30-015-40601— DODD FEDERAL UNIT #634 30-015-38573— DODD FEDERAL UNIT #129 30-015-37091— DODD FEDERAL UNIT #625 30-015-39282— DODD FEDERAL UNIT #630 30-015-40557—  DUT 10 MWW 10 00 00 00 00 00 00 00 00 00 00 00 00					
14. I hereby certify that the foregoing is	true and correct.	389437 verified by the BLM W	ali Information	System	71
	For COG O	PERATING LLC, sent to the opposessing by JENNIFER SA	Carlsbad /	- <i>1</i>	/ 1
Name (Printed/Typed) DANA KIN		- 1	IITTING CON	19 1 1	/ /
Signature (Electronic S		Date 09/22/		#PPRU/	ED
	THIS SPACE FO	OR FEDERAL OR STATE	OFFICE U	SE OCT :	07/00/
Approved By			BX	BEAD OF LAUX SAS	Tate A.C. M. T.  LETICE
which would entitle the applicant to condu	ct operations thereon.	Office	//		
Citle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s				ke to any department or	agency of the United

## Additional data for EC transaction #389437 that would not fit on the form

#### 32. Additional remarks, continued

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DODD FEDERAL UNIT #926H 30-015-42244
DODD FEDERAL UNIT #667 30-015-39903
DODD FEDERAL UNIT #627 30-015-39919
DODD FEDERAL UNIT #640 30-015-39912
DODD FEDERAL UNIT #642 30-015-39912
DODD FEDERAL UNIT #649 30-015-38641
DODD FEDERAL UNIT #649 30-015-38641
DODD FEDERAL UNIT #631 30-015-35139
DODD FEDERAL UNIT #631 30-015-38639
DODD FEDERAL UNIT #670 30-015-41302
DODD FEDERAL UNIT #688 30-015-44560
DODD FEDERAL UNIT #688 30-015-40004
DODD FEDERAL UNIT #922H (FKA 14-7H) 30-015-40636
DODD FEDERAL UNIT #620 30-015-40602
DODD FEDERAL UNIT #632 30-015-40752
DODD FEDERAL UNIT #127 30-015-37114
DODD FEDERAL UNIT #930H 30-015-43782
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FROM 10/02/2017 TO 12/31/2017

BBLS OIL/DAY: 250 MCF/DAY: 950

REASON: PLANNED MIDSTREAM CURTAILMENT

PLANT MAINTENANCE

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

#### Pursuant to, 43 CFR 3179

Lessees or operators are hereby authorized to vent or flare gas on a short-term basis without incurring a royalty obligation in the following circumstances:

- A. 43 CFR 3179.105 Emergencies (a) An operator may flare or, if flaring is not feasible given the emergency, vent gas royalty-free under §3179.4 (a) (vi) of this subpart during an emergency. For purposes of this subpart, an "emergency" is a temporary, infrequent and unavoidable situation in which the loss of gas or oil is uncontrollable or necessary to avoid risk of an immediate and substantial adverse impact on safety, public health, or the environment. For purposes of royalty assessment, an "emergency" is limited to a short-term situation of 24 hours or less (unless the BLM agrees that the emergency conditions necessitating venting or flaring extend for a longer period) caused by an unanticipated event or failure that is out of the operator's control and was not due to operator negligence.
- B. 43 CFR 3179.4 Determining when the loss of oil or gas is avoidable or unavoidable.
  (2) Avoidably lost oil or gas means: Lost oil or gas that is not "unavoidably lost," as defined in paragraph (a) of this section; waste oil that became waste oil through operator negligence; and, any "excess flared gas," as defined in §3179.7.
- C. 43 CFR 3179.5 When lost production is subject to royalty.
  - (a) Royalty is due on all avoidably lost oil or gas.
  - (b) Royalty is not due on any unavoidably lost oil or gas.

### **Condition of Approval to Flare Gas**

- 1. The first 24 hours of a <u>temporary emergency flare</u> is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- 2. Flared volumes considered to be "avoidably lost": These flare events will require prior approval via Notice of Intent- Sundry Notice (Form 3160-5). Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179. Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".
  - If the operator believes that the flared volumes were "unavoidably lost" and the BLM determines them to be "avoidably lost", the operator can submit a more detailed request via Sundry Notice (Form 3160-5) for an exception in accordance with 43 CFR 3179.4, 3179.103 3179.105. As an alternative to producing oil and flaring gas the operator may choose to shut the well in and avoid paying royalties on otherwise avoidably lost gas.
- 3. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.

- 4. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a Sundry Notice (Form 3160-5). <u>Include method for volume determination and duration</u>. Report unavoidably lost (first 24 hrs. of unexpected event) and avoidably lost (exceeding the first 24 hrs. or flared gas that has been approved as avoidably lost by the Authorized Officer) volumes and durations on the Subsequent Report.
- 5. In determining the volumes of gas to be reported, shall be in accordance with 43 CFR 3179.4, 43 CFR 3179.5, 43 CFR 3179.9 and 43 CFR 3179.10
- 6. The operator must estimate or measure all volumes of gas vented or flared gas by one of the following methods.
  - Measure the flare gas by a meter. The meter shall meet all requirements for a sales meter as per Federal Regulations, 43 CFR 3175 (due to volume of gas being flared).
     Include meter serial number on Sundry Notice (Form 3160-5).
  - ii. Calculate the volume of the flared gas based on the results of a regularly performed GOR test and measured values for the volumes of oil production and gas sales, so as to allow BLM to independently verify the volume, rate, and heating value of the gas flared.

Regulation Ref: Link to 43 CFR 3179 **Waste Prevention and Resources Conservation**; https://www.ecfr.gov/cgi-

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