UNITED STATES UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGE AND ISDAD Field O SUNDRY NOTICES AND REPORTS ON WELCO				FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018		
BI	UREAU OF LAND MANAG NOTICES AND REPOR	TS ON WELLS	ld Off	Lease Serial No.		
Do not use thi	is form for proposals to c II. Use form 3160-3 (APD	irill or to rejerience in A Pr	tesia 🕫	If Indian, Allottee o		
SUBMIT IN TRIPLICATE - Other instructions on page 2				7. If Unit or CA/Agreement, Name and/or No. NMNM88525X		
1. Type of Well SQ Oil Well Gas Well Other				8. Well Name and No. BURCH KEELY UNIT 387		
2. Name of Operator Contact: DANA KING COG OPERATING LLC E-Mail: dking@concho.com				9. API Well No. 30-015-33812-00-S1		
3a. Address3b. Phone No. (include area code)600 W ILLINOIS AVENUEPh: 432-818-2267MIDLAND, TX 79701Ph: 432-818-2267				10. Field and Pool or Exploratory Area BURCH KEELY-GLORIETA-UPPER YE		
4. Location of Well (Footage, Sec., 7	•	11. County or Parish, State				
Sec 24 T17S R29E NENE 330FNL 330FEL				EDDY COUNTY, NM		
12. CHECK THE AI	PPROPRIATE BOX(ES)	IO INDICATE NATURE O	F NOTICE, R	EPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
Nation of Intent		Deepen	Production	(Start/Resume)	UWater Shut-Off	
Notice of Intent	□ Alter Casing	Hydraulic Fracturing	🗖 Reclamatio	on	Well Integrity	
Subsequent Report	Casing Repair	New Construction	<ul> <li>Recomplete</li> <li>Temporarily Abandon</li> <li>Water Disposal</li> <li>date of any proposed work and approx</li> </ul>		🛛 Other Venting and/or Flari ng	
Final Abandonment Notice	Change Plans	Plug and Abandon				
	Convert to Injection	Plug Back				
Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for f	d operations. If the operation rest bandonment Notices must be file final inspection.	ults in a multiple completion or reco d only after all requirements, includ	ing reclamation, h	v interval, a Form 316 have been completed a	and the operator has	
	ADE: (29)			RECEIVED	)	
NUMBER OF WELLS TO FL/ BURCH-KEELY UNIT 32 BURCH-KEELY UNIT 387 BURCH-KEELY UNIT 391 BURCH-KEELY UNIT 392 BURCH-KEELY UNIT 537 BURCH-KEELY UNIT 539 BURCH-KEELY UNIT 540	30-015-20398 30-015-33812 30-015-33805 30-015-33809 30-015-33809 30-015-40182 30-015-40319 30-015-40321	FOR RECORD	11/18/APD 15 ONVOIS	JUN <b>0 6</b> 21 Trict II-artesi	)18 A O.C.D.	
14. I hereby certify that the foregoing i	Electronic Submission #4 For COG O	21718 verified by the BLM We PERATING LLC, sent to the Ca ssing by PRISCILLA PEREZ of	arisbad			
Name (Printed/Typed) DANA KING		Title SUBMI	Title SUBMITTING CONTACT			
Signature (Electronic	Submission)	Date 05/29/2	Date 05/29/2018			
	THIS SPACE FO	R FEDERAL OR STATE	OFFICE USI	E		
/s/ Jonat	Title PETF	ROLEU <u>m en</u>	GINEER	Late 18		
Conditions of approval, if any, are attach certify that the applicant holds legal or eq which would entitle the applicant to cond	uitable title to those rights in the	not warrant or subject lease Office	70			
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a statements or representations as	crime for any person knowingly and to any matter within its jurisdiction.	l willfully to make	e to any department of	r agency of the United	
(Instructions on page 2) ** BLM REV	/ISED ** BLM REVISED	) ** BLM REVISED ** BLM		* BLM REVISE	:D **	

## Additional data for EC transaction #421718 that would not fit on the form

## 32. Additional remarks, continued

2

REQUESTING 90 DAY FLARE FROM 5/31/2018 THRU 8/29/2018

BBLS OIL/DAY: 410 MCF/DAY: 1,200

REASON: UNPLANNED MIDSTREAM CURTAILMENT PLANT SHUT DOWN DUE TO HLP OR PLANT MAINTENANCE.

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

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

- 1. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
- All flaring under this request is considered to be "avoidably lost": 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. <u>Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08"</u>.

Exceptions:

- a. 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".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.103 3179.105.