District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

GAS CAPTURE PLAN

⊠ Original

Date: 7/16/19

Operator & OGRID No.: <u>COG Operating LLC, (229137)</u>

□ Amended - Reason for Amendment:

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility - Name of facility

The well(s) that will be located at the production facility are shown in the table below.

	Well Name		API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or	Comments	
	Admiral F 501H	ederal Co	m	30-015-	N-28-25S-29E	400' FSL & 1635' FWL	±2500	Vented None Planned	APD Submission Plan Subject to change
	502H	Federal	Com	30-015-	N-28-25S-29E	400' FSL & 1665' FWL	±2500	None Planned	APD Submission Plan Subject to change
	503H		Com	30-015-	N-28-25S-29E	400' FSL & 1695' FWL	±2500	None Planned	APD Submission Plan Subject to change
L	504H		Com	30-015- 46788	P-28-25S-29E	320' FSL & 1330' FEL	±2500	None Planned	APD Submission Plan Subject to change
	Admiral 505H	Federal	Com	30-015-	P-28-25S-29E	320' FSL & 1300' FWL	±2500	None Planned	APD Submission Plan Subject to change

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to ETC Field Services LLC and will be connected to Red Bluff low pressure gathering system located in Culberson County, Texas. COG Operating LLC provides (periodically) to ETC Field Services LLC a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, COG Operating LLC and ETC Field Services LLC have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at ETC Field Services LLC Processing Plant located in Sec. 35, Blk. 57, T2, Culberson County, Texas. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on Gas Transporter system at that time. Based on current information, it is Operator's belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

• Power Generation – On lease

	ADM	AIRAL FEDERAL	COM #504H 1 MILE DA	TA (19-1	522)			
ID WELL NAME	OPERATOR	API	SECTION TOWNSHIP	RANGE			a har a survey of the second	LONGITUDE COMPL_STAT
0 SUPERIOR FED 001	BENNETT J	3001503717	15 25.05	29E	660 S	660 W		-103.978738 Plugged
1 FEDERAL 27 001	BENNETTI	3001503719	27 25.05	29E	660 S	660 W		-103.978554 Plugged
2 CORRAL DRAW 002	OXY USA INC	3001521425	22 25.05	29E	1580 S	1980 W	32.112486	-103.97442 Active
3 CORRAL FED UT 001	EOG Y RESOURCES, INC.	3001527522	33 25.05	29E	1980 S	660 E	32.084367	-103.982859 Plugged
4 CHIMAYO 16 STATE 001	DEVON ENERGY PRODUCTION COMPANY, LP	3001531781		29E	660 N	1980 W		-103.991645 Active
5 CHIMAYO 16 STATE 002	DEVON ENERGY PRODUCTION COMPANY, LP	3001531782	16 25.05	29E	1980 N	660 W		-103.995917
6 SAVE D A 21 FED 001	COG OPERATING LLC	3001534840	21 25.05	29E	660 N	660 W		-103.995943 Active
7 PICKETT DRAW 16 STATE 001H	VANGUARD OPERATING, LLC	3001535443	16 25.0S	29E	2600 N	530 E		-103.982504 Active
8 PICKETT DRAW 16 STATE 002H	VANGUARD OPERATING, LLC	3001535681	. 16 25.05	29E	2600 N	1530 E	32.130203	-103.98575 Active
9 WHITE FEDERAL COM 001H	COG OPERATING LLC	3001536185	21 25.0S	29E	480 N	380 E		-103.981978 New (Not drilled or compl)
0 SHOCKER 32 STATE COM 003H	XTO ENERGY, INC	3001536220	32 25.05	29E	330 N	330 E		-103.998986 New (Not drilled or compl)
1 SHOCKER 29 FEDERAL 002H	EOG RESOURCES INC	3001536622	29 25.05	29E	660 S	330 E		-103.998994 New (Not drilled or compl)
2 COOTER 16 STATE 001H	DEVON ENERGY PRODUCTION COMPANY, LP	3001537625	16 25.05	29E	330 S	1580 W		-103.992988 New (Not drilled or compl)
3 COOTER 16 STATE 002H	DEVON ENERGY PRODUCTION COMPANY, LP	3001537626	16 25.05	29E	480 S	330 W		-103:997047 New (Not drilled or compl)
4 COOTER 16 STATE 004H	DEVON ENERGY PRODUCTION COMPANY, LP	3001537628	16 25.05	29E	330 S	2310 W		-103.990619 New (Not drilled or compl)
5 WEST BRUSHY 27 FEDERAL 001H	EOG RESOURCES INC	3001537679	27 25.05	29E	270 N	405 W		-103.979457 New (Not drilled or compl)
6 SHOWSTOPPER 17 FEDERAL COM 009H	XTO ENERGY, INC	3001537836	17 25.05	29E	150 S	150 E	32.122773	-103.998602 New (Not drilled or compl)
7 COOTER 16 STATE COM 005H	DEVON ENERGY PRODUCTION COMPANY, LP	3001537875	16 25.05	29E	330 S	2310 E	32.123475	-103.98824 New (Not drilled or compl)
8 COOTER 16 STATE COM 006H	DEVON ENERGY PRODUCTION COMPANY, LP	3001537876	16 25.05	29E	330 S	1650 E	32.123518	
9 COOTER 16 STATE COM 0007H	DEVON ENERGY PRODUCTION COMPANY, LP	3001537877		29E	330 S	770 E	32.123575	-103.983242 New (Not drilled or compl)
0 COOTER 16 STATE COM 007H	DEVON ENERGY PRODUCTION COMPANY, LP	3001537878		29E	330 S	420 E	32.123597	
1 CHIMAYO 16 STATE 003	DEVON ENERGY PRODUCTION COMPANY, LP	3001538105		29E	1610 N	1455 W	32.132942	-103.99338 New (Not drilled or compl)
	EOG RESOURCES INC	3001539470		29E	1040 N	990 E	32.090191	-104.00111 New (Not drilled or compl
2 SHOCKER SWD 001	XTO ENERGY, INC	3001540797		29E	190 S	1800 E	32.123214	-103.969386 New (Not drilled or compl
3 BLACKBART 15 FEDERAL 002H	DEVON ENERGY PRODUCTION COMPANY, LP	3001542321		29E	150 S	1950 E	32.123003	-103.987072 New (Not drilled or compl
4 COTTONTAIL 16 STATE COM 001H	EOG RESOURCES INC	3001542716		29E	250 S	410 W	32.108547	-103.97944 New (Not drilled or compl
5 WEST BRUSHY 22 FEDERAL 001H	EOG RESOURCES INC	3001542717		29E	250 S	440 W	32.108548	-103.979343 New (Not drilled or compl
6 WEST BRUSHY 22 FEDERAL 002H	COG OPERATING LLC	3001542820		29E	190 S	1980 E	32.093925	-103.987182 New (Not drilled or compl
7 ADMIRAL FEDERAL COM 002H	DEVON ENERGY PRODUCTION COMPANY, LP	3001543302		29E	675 S	660 E	32.12453	-103.982884 New (Not drilled or compl
8 COTTONTAIL 16 STATE COM 002H	-DEVON ENERGY PRODUCTION COMPANY, LP	3001543303		29E	220 S	630 W	32.123017	-103.996071 New (Not drilled or compl
9 COTTONTAIL 16 STATE COM 003H	DEVON ENERGY PRODUCTION COMPANY, LP	3001543304		29E	220 S	680 W	32.12302	-103.995908 New (Not drilled or compl
30 COTTONTAIL 16 STATE COM 004H		300154438		29E	990 N	1280 W		-103.993944 New (Not drilled or compl
ST CORRAL CANYON 16 STATE SWD 001	XTO ENERGY, INC XTO ENERGY, INC	3001545427		29E	555 N	2480 E	32.135832	-103.98888 New (Not drilled or compl
32 CORRAL CANYON FEDERAL 212H		3001545772		29E	336 N	695 E		-104.00017
33 LONE WATIE 32 STATE 168H	XTO ENERGY, INC	3001343774	L JZ ZJ.0J					

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