Form-3160-5 (June 2015)

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

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

5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON THE SUNDRY NOTICES AND REPORTS ON THE SURPLY AND ADDRESS OF THE SURPLY ADDRESS OF THE SURPLY AND ADDRESS OF THE SURPLY ADDRESS OF THE ad Field Utifice²⁶ Hobos 1f Indian, Allottee or Tribe Name SUBMIT IN TRIPLICATE - Other Instructions on pate BBS OCD If Unit or CA/Agreement, Name and/or No. NMNM138236 Well Name and No. USHANKA FEDERAL COM 23H Type of Well MAY 1 0 2019 Oil Well Gas Well Other 2. Name of Operator COG OPERATING LLC Contact: CATHY SEELY E-Mail: CSEELY@CONCHO.COM 9. API Well No. 30-025-44505-00-S1 3b. Phone No. (include area code) Field and Pool or Exploratory Area WILDCAT; WOLFCAMP 3a. Address ONE CONCHO CENTER 600 W ILLINOIS AVENUE Ph: 575-748-1549 MIDLAND, TX 79701-4287 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State Sec 1 T26S R35E NWNE 210FNL 1650FEL LEA COUNTY, NM 32.078996 N Lat, 103.318049 W Lon 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION □ Production (Start/Resume) ■ Water Shut-Off □ Acidize □ Deepen Notice of Intent ■ Alter Casing ☐ Hydraulic Fracturing □ Reclamation ■ Well Integrity ■ Subsequent Report Casing Repair ■ New Construction ☐ Recomplete Venting and/or Flari □ Temporarily Abandon ☐ Final Abandonment Notice Change Plans Plug and Abandon ☐ Convert to Injection ☐ Plug Back ■ 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 recomplete 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection. COG OPERATING LLC RESPECTFULLY REQUEST TO FLARE AT THE USHANKA FEDERAL COM #23H. FROM 4/11/19 TO 7/10/19. # OF WELLS TO FLARE: 1 USHANKA FEDERAL COM #23H: 30-025-44505 **BBLS OIL/DAY: 550** MCF/DAY: 650 REASON: UNPLANNED MIDSTREAM CURTAILMENT 14. I hereby certify that the foregoing is true and correct Electronic Submission #460751 verified by the BLM Well Information System
For COG OPERATING LLC, sent to the Hobbs
Committed to AFMSS for processing by PRISCILLA PEREZ on 04/09/2019 (19PP1527SE) Name (Printed/Typed) CATHY SEELY **ENGINEERING TECH** (Electronic Submission) 04/09/2019 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE /s/ Jonathon Shepard ARR 0 9 2019 -Retroleum Engineer Approved By Conditions of approval, if any, are attached. Approval of this notice does not warran or certify that the applicant holds legal or equitable title to those rights in the subject lease. Carlsbad Field Office

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.

which would entitle the applicant to conduct operations thereon.

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission.
- 2. All flaring under this request is considered to be "avoidably lost" per 43 CFR 3179.4(a)(2)(i iii). Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "33".

Exceptions:

- a. The first 24 hours of a temporary emergency flare is considered "unavoidably lost" and is therefore royalty free (43 CFR 3179.103(a)). 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, 3179.101 3179.104.