OCD-HOBBS

Form 3160-5 (August 2007)

Signature

_Approved By _DUNCAN WHITLOCK__

(Electronic Submission)

UNITED STATES DEPARTMENT OF THE INTERIOR FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

| B | HREALLOELAND MANA | CHMENII | 1 | | 041) 51(5010 | |
|--|---|--|--|--|--|--|
| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. | | | | 5. Lease Scrial No. NMNM120908 | | |
| | | | | 6. If Indian, Allottee | or Tribe Name | |
| | | | G 0 8 2014 | • | | |
| SUBMIT IN TRI | PLICATE - Other instruc | ctions on reverse side. | , - | 7. If Unit or CA/Agre | ement, Name and/or No. | |
| 1. Type of Well | | RECEIVED | 8. Well Name and No. WINDWARD FEDERAL 2H | | | |
| Ø Oil Well ☐ Gas Well ☐ Other 2. Name of Operator Contact: MELANIE PARKER | | | | 9. API Well No. | | |
| COG PRODUCTION LLC | | | | 30-025-41408-00-S1 | | |
| 3a. Address 2208 W MAIN STREET ARTESIA, NM 88210 | | 3b. Phone No. (include area code) Ph: 575.748.6962 | | 10. Field and Pool, or Exploratory WC-025 G06 S253206M | | |
| 4. Location of Well (Footage, Sec., 7 | | | 11. County or Parish, and State | | | |
| Sec 30 T24S R32E NENW 190FNL 1750FWL 32.194963 N Lat, 103.716836 W Lon | | | | LEA COUNTY, NM | | |
| 12. CHECK APPI | ROPRIATE BOX(ES) TO | O INDICATE NATURE OF | NOTICE, RE | EPORT, OR OTHE | R DATĄ | |
| TYPE OF SUBMISSION | | TÝPE C | F ACTION | TION | | |
| ☑ Notice of Intent | ☐ Acidize | □ Deepen | ☐ Producti | on (Start/Resume) | ☐ Water Shut-Off | |
| | ☐ Alter Casing | ☐ Fracture Treat | Reclama | ition | ■ Well Integrity | |
| ☐ Subsequent Report | Casing Repair | ■ New Construction | □ Recomp | lete | | |
| ☐ Final Abandonment Notice | Change Plans | Plug and Abandon | □ Tempora | arily Abandon | ce | |
| | Convert to Injection | ☐ Plug Back | ☐ Water D | isposal | | |
| 13. Describe Proposed or Completed Opt If the proposal is to deepen directions Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final Abdetermined that the site is ready for fit COG Operating LLC respectful Windward facility. Meter #CMF200M418NRAAE. Transmitter #2700C12BBAEA | ally or recomplete horizontally, it will be performed or provide operations. If the operation repandoment Notices shall be fil inal inspection.) ally requests permission to ZZZ. Serial #14403458 | give subsurface locations and meas the Bond No. on file with BLM/BI sults in a multiple completion or rec ed only after all requirements, inclu | sured and true ver A. Required sub completion in a n ding reclamation | rtical depths of all pertir sequent reports shall be ew interval, a Form 316 , have been completed, | ent markers and zones. filed within 30 days 0-4 shall be filed once | |
| | , | SEE A' CONDI | TTACHE TIONS | ED FOR OF APPROV | /AL | |
| 14. Thereby certify that the foregoing is | Electronic Submission # For COG F | 254769 verified by the BLM We PRODUCTION LLC, sent to the ssing by DUNÇAN WHITLOCK | Hobbs | | | |
| Name (Printed/Typed) MELANIE | • | 1 | LATORY ANA | , | | |
| | | l l | | | | |

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office Hobbs 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.

Date

TitleEPS

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

07/28/2014

Date 08/02/2014

Coriolis LACT Meter Conditions of Approval Windward Federal 2H, 3002541408 NM120908, Sec. 30 NENW, T24S, R32E

- 1. Approval is for meter number CMF200M418NRAAEZZZ Serial No. 14403458 and transmitter number 2700C12BBAEAZX- Serial No. 3273170.
- 2. The Coriolis meter shall be designed, installed and operated in accordance with all applicable API standards, including API 5.6, as may be amended or revised from time to time.
- 3. The metering facility shall include a temperature probe to monitor the actual oil temperature during custody transfer. This information will be recorded and used in calculating the volume of oil metered during each transaction.
- 4. The meter shall have a non-resettable totalizer.
- 5. The custody transfer meter shall be proven monthly in conformance with Onshore Oil and Gas Order No. 4.III.D. The meter proving is to be witnessed by BLM, contact 575-393-3612; a minimum of 24 hours prior to meter proving. Meter proving records shall be maintained for a period of six years from the date of generation and will be made available for audit upon request.
- 6. A copy of the monthly meter proving will be submitted to the appropriate BLM office within 30 days of proving.
- 7. The run ticket associated with each oil transfer shall include the measured or calculated BS&W, oil gravity, temperature recorded during the transfer and beginning & ending totalizer readings. Such records shall be maintained for a period of six years from the date of generation and will be made available for audit upon request.
- 8. A copy of run ticket shall be submitted to the appropriate BLM office within 30 days of ticket generation and will be made available for audit upon request.
- 9. Operator to maintain tank gauging data to be used as a comparison with the LACT meter readings.
- 10. All other provisions of the Onshore Oil and Gas Orders, especially No. 3 and No. 4 shall be met.
- 11. This approval may be subject to future review and if determined inadequate with regards to accurate measurement, the approval will be withdrawn.
- 12. Upon installation of LACT, submit an updated facility diagram as per Onshore Order No. 3.

JDW 822014