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

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

## 5. Lease Serial No. NMNM120908

| SUNDRY NOTICES AND REPORTS ON WELL Hobbs  Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.  |                               |          |   |                       | Lease Serial No.     NMNM120908      If Indian, Allottee or Tribe Name |                  |
|--|-------------------------------|----------|---|-----------------------|--|------------------|
|  |                               |          |   |                       |  |                  |
| 1. Type of Well ☐ Gas Well ☐ Other   |                               |          |   |                       | 8. Well Name and No.<br>REDHEAD 31 FEDERAL 1H                          |                  |
| 2. Name of Operator Contact: CATHY SEELY COG OPERATING LLC E-Mail: cseely@concho.com   |                               |          |   |                       | 9. API Well No.<br>30-025-40390  |                  |
| 3a. Address<br>2208 W MAIN STREET<br>ARTESIA, NM 88210   | (include area code)<br>8-1549 |          | 10. Field and Pool or Exploratory Area<br>WC025G09S263327G UPR WC |                       |  |                  |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)   |                               |          |   |                       | 11. County or Parish   | n, State         |
| Sec 31 T24S R32E NWNW 330FNL 990FWL 32.179985 N Lat, 103.719232 W Lon  |                               |          |   |                       | LEA COUNTY, NM   |                  |
| 12. CHECK THE AF   | PROPRIATE BOX(ES) T           | O INDICA | ΓΕ NATURE O   | F NOTICE,             | REPORT, OR OT  | THER DATA        |
| TYPE OF SUBMISSION   | ON TYPE OF ACTION             |          |   |                       |  |                  |
| Notice of Intent   | ☐ Acidize                     | □ Deep   | _   |                       | tion (Start/Resume)  | ☐ Water Shut-Off |
| ☐ Subsequent Report  | Parant Parant                 |          | raulic Fracturing   | ☐ Reclamation         |  | ☐ Well Integrity |
|  | ☐ Casing Repair               |          |   | ☐ Recomplete          |  |                  |
| ☐ Final Abandonment Notice   |                               |          | and Abandon   | ☐ Temporarily Abandon |  | ng               |
| 13. Describe Proposed or Completed Ope   | ☐ Convert to Injection        | Plug     |   | □ Water I             |  |                  |
| 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 REDHEAD 31 FED BTY. |                               |          |   |                       |  |                  |
| FROM 1/19/18 TO 4/19/18.   |                               |          |   |                       |  | FEB 1 6 2018     |
| # OF WELLS TO FLARE: 1 REDHEAD 31 FED 1H: 30-025-40390 SEE ATTAC   |                               |          |   |                       | HED EOD  | RECEIVED         |
| BBLS OIL/DAY: 60 MCF/DAY: 175 CONDITION  |                               |          |   |                       |  |                  |
| REASON: UNPLANNED MIDSTREAM CURTAILMENT  |                               |          |   |                       |  |                  |
|  |                               |          |   |                       |  |                  |
| 14. I hereby certify that the foregoing is true and correct.  Electronic Submission #400873 verified by the BLM Well Information System For COG OPERATING I.C., sent to the Hobbs Committed to AFMSS for processing by JENNIFER SANCHEZ or 01/16/2018 ()  Name (Printed/Typed) CATHY SEELY  Title ENGINEERING TECH   |                               |          |   |                       |  |                  |
| ADDDOVED /   |                               |          |   |                       |  |                  |
| Signature (Electronic S  | Submission)                   |          | Date 01/15/2  | 18                    | IPPRUVEI   | A h              |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE   |                               |          |   |                       |  |                  |
| Approved By  | Title                         |          | TEB D ZOIG  | Date                  |  |                  |
| Conditions of approval, if any, are attache<br>certify that the applicant holds legal or equ<br>which would entitle the applicant to condu   | Office /                      | BORPA    | U OF LANDIMANAG<br>RLSBAD FIELD OF                                | EMENTAL               |  |                  |
| 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.   |                               |          |   |                       |  |                  |
| (Instructions on page 2)  ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **   |                               |          |   |                       |  |                  |

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. Subject to like approval from NMOCD
- 2. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08
- 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 form 3160-5.
- 5. "Avoidably lost" flare volumes shall be metered due to their royalty bearing status. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time.
- 6. This approval does not authorize any additional surface disturbance.

## 43CFR §3162.7-1 Disposition of production.

- (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas, and sulphur produced from the leased land.
- (d) The operator shall conduct operations in such a manner as to prevent avoidable loss of oil and gas. A operator shall be liable for royalty payments on oil or gas lost or wasted from a lease site, or allocated to a lease site, when such loss or waste is due to negligence on the part of the operator of such lease, or due to the failure of the operator to comply with any regulation, order or citation issued pursuant to this part.