UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

5. Lease Serial No. NMNM104685

abandoned well. Use form 3160-3 (APD) for such proposals.					6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No.	
1. Type of Well ☐ Gas Well ☐ Other					Well Name and No. SPRUCE GOOSE FEDERAL COM 3H	
Name of Operator Contact: CATHY SEELY COG OPERATING LLC E-Mail: cseely@concho.com					9. API Well No. 30-025-43169	
			(include area code) 8-1549	.50	10. Field and Pool or Exploratory Area LUSK BONE SPRING NORTH	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish,	State
Sec 25 T17S R27E NESW 1328FSL 1501FWL 32.682690 N Lat, 103.773450 W Lon				, (LEA COUNTY, NM	
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA						
TYPE OF SUBMISSION	TYPE OF ACTION					
■ Notice of Intent	☐ Acidize ☐ Deep		pen Product		tion (Start/Resume)	
	☐ Alter Casing ☐ 1		draulic Fracturing Rec		nation	
☐ Subsequent Report	☐ Casing Repair ☐		Construction	☐ Recomp	plete	Other
☐ Final Abandonment Notice	☐ Change Plans	Plug	and Abandon	□ Temporarily Abandon		Venting and/or Flari ng
	☐ Convert to Injection	Plug	Back	☐ Water I	Disposal	
If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fit COG OPERATING LLC RESFFROM 1/22/18 TO 4/22/18. # OF WELLS TO FLARE: 2 SPRUCE GOOSE FED COM SPRUCE GOOSE FED COM SPRUCE GOOSE FED COM BBLS OIL/DAY: 340 MCF/DAY: 495 REASON: UNPLANNED MIDS	k will be performed or provide operations. If the operation re andonment Notices must be fil nal inspection. PECTFULLY REQUEST 3H: 30-025-43169 2H: 30-015-43878	the Bond No. on sults in a multipled only after all I	file with BLM/BIA e completion or reco requirements, includi	. Required su mpletion in a ing reclamatio	bsequent reports must be new interval, a Form 316 in, have been completed a ED COM BTY.	filed within 30 days 0-4 must be filed once
14. I hereby certify that the foregoing is true and correct. Electronic Submission #400936 verified by the BLM Well/Information System For COG OPERATING LLC, sent to the Hobbs Committed to AFMSS for processing by JENNIFER SANCHEZ or 01/16/2018 () Name (Printed/Typed) CATHY SEELY Title ENGINEERING TECH						
Signature (Electronic Submission) Date 01/16/2018					PPROVED	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved By Title						
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						
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 **						

7/19/2018

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.