Form 3160-5 (August 2007) UNITED STATES DEPARTMENT OF THE INTERIOR			NMOCD Hobbs	FORM APPROVED OMB NO. 1004-0135		
0.00	BURFALLOF LAND MANAG	GEMENT		Expires: July 31, 2010 5. Lease Serial No.		
SUNDRY NOTICES AND REPORTS ON W Do not use this form for proposals to drill or to re abandoned well. Use form 3160-3 (APD) for such				6. If Indian, Allottee or Tribe Name		
abandoned well. Use form 3160-3 (APD) for such			ORDA			
SUBMIT IN	N TRIPLICATE - Other instruc	tions on reverse side.	-202.00	D If Unit or CA/Agr	eement, Name and/or No.	
1. Type of Well S Oil Well Gas Well		AY 2 3 2016	8. Well Name and No. WINDWARD FEDERAL 2H			
2. Name of Operator COG PRODUCTION LLC Contact: BRIAN MAIC E-Mail: bmaiorino@concho.com			CEIVED	9. API Well No. 30-025-41408-00-S1		
3a. Address 3b. Pho		3b. Phone No. (include are Ph: 432-221-0467	a code)	10. Field and Pool, or Exploratory WC-025 G06 S253206M		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				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	APPROPRIATE BOX(ES) TO	INDICATE NATURE	OF NOTICE, R	EPORT, OR OTHE	ER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION				
Notice of Intent	Acidize	Deepen	Product	ion (Start/Resume)	□ Water Shut-Off	
Carlos M. E., due	Alter Casing	Fracture Treat	Reclam	ation	□ Well Integrity	
Subsequent Report	Casing Repair	Casing Repair 🔲 New Construction		olete	Other	
Final Abandonment Notice	ice Change Plans	Plug and Aband	don I I lemporarity Abandon		Venting and/or Flari	
From 5/15/16 to 8/13/16 # of wells to flare: 8,30-02	bectfully request to flare at the V 25-41408, 30-025-41412, 30-02 1558, 30-025-41559, 30-025-41	25-41413, 30-025-4141	4 Name	HED FOR S OF APPR	江#12	
14. I hereby certify that the forego	Electronic Submission #3	RODUCTION LLC, sent t ing by JENNIFER SANC	o the Hobbs HEZ on 05/16/2016	(16, AS0395SE)	\square	
Name (Printed/Typed) BRIA	N MAIORINO	Title AL	JTHORIZED REF	RESENTATIVE		
Signature (Electr	ronic Submission)	Date 05	/13/2016	MINUVL		
a share at a share	THIS SPACE FO	R FEDERAL OR ST	ATE OFFICE U	SELAY 1.6 201	6	
				Anna K	1 mal MM	
Approved By 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.			Title Bure August BUREAU OF LAND/ MMGE/EAU CARLSBAD F/FLD			
Title 18 U.S.C. Section 1001 and Tit States any false, fictitious or fraud	tle 43 U.S.C. Section 1212, make it a ca ulent statements or representations as to	rime for any person knowing o any matter within its jurisd	ly and willfully to ma	ke to any department or	agency of the United	
	REVISED ** BLM REVISED	** BLM REVISED **	1./		D **	

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BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

This field office has evaluated the attached Notice of Intent as a request for flaring/venting beyond NTL-4A allowable thresholds (reasons, timeframes and volumes), and has determined the following Conditions of Approval apply.

Condition of Approval to Flare Gas

- 1. Comply with NTL-4A requirements
- 2. Subject to like approval from NMOCD
- 3. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08
- 4. "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.
- 5. Vent/flare gas metering to meet all requirements for a sales meter as per Federal Regulations, Onshore Order #5 and NTL 2008-01. Include meter serial number on sundry (form 3160-5).
- 6. This approval does not authorize any additional surface disturbance.
- An updated facility diagram is required within 60 days of modifications to existing facilities per Onshore Order #3.
- 8. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.

Definition: As per **NTL-4A II. A.** "Avoidably lost" production shall mean the venting or flaring of produced gas without the prior authorization, approval, ratification, or acceptance of the Supervisor and the loss of produced oil or gas when the Supervisor determines that such loss occurred as a result of (1) negligence on the part of the lessee or operator, or (2) the failure of the lessee or operator to take all reasonable measures to prevent and/or to control the loss, or (3) the failure of the lessee or operator to comply fully with the applicable lease terms and regulations, appropriate provisions of the approved operating plan, or the prior written orders of the Supervisor, or (4) and combination of the foregoing.

43CFR3162.7-1 (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas and sulphur produced from the leased land.

43CFR3162.1 (a) The operating rights owner or operator, as appropriate, shall comply with applicable laws and regulations; with the lease terms, Onshore Oil and Gas Orders, NTL's; and with other orders and instructions of the authorized officer. These include, but are not limited to, conducting all operations in a manner which ensures the proper handling, measurement, disposition, and site security of leasehold production; which protects other natural resources and environmental quality; which protects life and property; and which results in maximum ultimate economic recovery of oil and gas with minimum waste and with minimum adverse effect on ultimate recovery of other mineral resources.