	UNITED STATES EPARTMENT OF THE INT		CD	OMB N	APPROVED O. 1004-0135 July 31, 2010	
BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an BS OCD abandoned well. Use form 3160-3 (APD) for such proposals.				5. Lease Serial No. NMLC054687 6. If Indian, Allottee or Tribe Name		
						SUBMIT IN TRIPLICATE - Other instructions on reverse side.
I. Type of Well Gas Well Ot	her	RECE	VED	8. Well Name and No. IVAR THE BONE	LESS FEDERAL 11H	
2. Name of Operator COG OPERATING LLC	E-Mail: kcastillo@con	NICIA CASTILLO		9. API Well No. 30-025-42514-0	0-51	
a. Address ONE CONCHO CENTER 60 MIDLAND, TX 79701-4287	b. Phone No. (include area code Ph: 432-685-4332	MALJAMAR		Exploratory		
Location of Well (Footage, Sec., 1	., R., M., or Survey Description)			11. County or Parish,		
Sec 22 T17S R32E NWNW 7			LEA COUNTY, NM			
12. CHECK APP	ROPRIATE BOX(ES) TO I	NDICATE NATURE OF	NOTICE, RE	PORT, OR OTHE	R DATA	
TYPE OF SUBMISSION		TYPE O	F ACTION		1 1 1 1 1 1 1 1 1	
D Notice of Intent	Acidize	Deepen	Deepen Production (		UWater Shut-Off	
Notice of Intent	Alter Casing	Fracture Treat	Reclama		Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomplete		🛛 Other	
Final Abandonment Notice	Change Plans	Plug and Abandon	g and Abandon 🔲 Temporarily		Venting and/or Flari	
	Convert to Injection	Plug Back Wate		isposal	0	
IVAR THE BONELESS FED # IVAR THE BONELESS FED # 600 Oil 1175 MCF Requesting 90 flare approval f Due to: Frontier main valve re	#22H 30-025-42998 NMLC	SEE		CHED FOR NS OF APPI	ROVAL	
					10	
	true and correct.			Cump and		
	For COG OPI nitted to AFMSS for processing	562 verified by the BLM Wel ERATING LLC, sent to the H g by JENNIFER SANCHEZ o Title PREPA	lobbs n 06/14/2016	(16JAS0430SE)		
Comm Name(Printed/Typed) KANICIA (	For COG OP nitted to AFMSS for processing CASTILLO	ERATING LLC, sent to the F g by JENNIFER SANCHEZ o Title PREPA	10bbs n 06/14/2016 RER	(16JAS0430SE)		
Comm	For COG OP nitted to AFMSS for processing CASTILLO Submission)	ERATING LLC, sent to the F g by JENNIFER SANCHEZ o Title PREPA Date 06/09/2	10bbs n 06/14/2016 RER 016	(16JAS0430SE)	D	
Comm Name(Printed/Typed) KANICIA (	For COG OP nitted to AFMSS for processing CASTILLO Submission)	ERATING LLC, sent to the F g by JENNIFER SANCHEZ o Title PREPA	10bbs n 06/14/2016 RER 016	(16JAS0430SE)	16	
Comm Name (Printed/Typed) KANICIA ( Signature (Electronic S	For COG OP nitted to AFMSS for processing CASTILLO Submission)	ERATING LLC, sent to the F g by JENNIFER SANCHEZ o Title PREPA Date 06/09/2	10bbs n 06/14/2016 RER 016	(16JAS0430SE) APPROVE	15 Sm-0 Down	
Comm Name (Printed/Typed) KANICIA ( Signature (Electronic S pproved By additions of approval, if any, are attached tify that the applicant holds legal or equ	For COG OPI nitted to AFMSS for processing CASTILLO Submission) THIS SPACE FOR d. Approval of this notice does not nitable title to those rights in the sub	FATING LLC, sent to the H g by JENNIFER SANCHEZ of Title PREPA Date 06/09/2 FEDERAL OR STATE	10bbs n 06/14/2016 RER 016	(16JAS0430SE) APPROVE	IS CARE ANY	
Name(Printed/Typed) KANICIA	For COG OPI nitted to AFMSS for processing CASTILLO Submission) THIS SPACE FOR d. Approval of this notice does not nitable title to those rights in the sub- let operations thereon. U.S.C. Section 1212, make it a crim	FATING LLC, sent to the H g by JENNIFER SANCHEZ of Title PREPA Date 06/09/2 FEDERAL OR STATE Title warrant or ject lease Office	10bbs n 06/14/2016 RER 016 OFFICE US	(16JAS0430SE) APPROVE E JUN 1 20 AD OF LAND CARLSBAD FILLD	16 Bace March Marc	

## 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.
- 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.