Form 3160-5 (August 2007)

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

**NMOCD** 

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

## Hobbs

5. Lease Serial No.

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.					141411414159045	
					6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No. NMNM135900	
1. Type of Well  ☐ Gas Well ☐ Other					8. Well Name and No. SL EAST 30 FEDERAL COM 2H	
Name of Operator     COG OPERATING LLC  Contact: BRIAN MAIORINO E-Mail: bmaiorino@concho.com					9. API Well No. 30-025-42524-00-S1	
3a. Address ONE CONCHO CENTER 60 MIDLAND, TX 79701-4287	(include area code 1-0467 HOBBS	OCD	10. Field and Pool, or Exploratory LUSK			
4. Location of Well (Footage, Sec., T.	11. County or Parish			and State		
Sec 19 T19S R32E SESE 520 32.640021 N Lat, 103.798165		JUL 0 6 2016 LEA COUNTY, NM			NM	
12. CHECK APPR	ROPRIATE BOX(ES) TO	INDICATE	NATURE OF	NOTICE, R	EPORT, OR OTHER	R DATA
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent	☐ Acidize	☐ Deep	en	☐ Production (Start/Resun		☐ Water Shut-Off
	☐ Alter Casing	□ Fracture Trea		□ Reclamation		■ Well Integrity
☐ Subsequent Report	□ Casing Repair	■ New Construction		Recomplete		<b>⊘</b> Other
☐ Final Abandonment Notice	□ Change Plans	□ Plug	g and Abandon		rarily Abandon Venting and/or Flan	
	☐ Convert to Injection	□ Plug	Back	☐ Water Disposal		
testing has been completed. Final Abdetermined that the site is ready for final COG Operating LLC respectfur when the site is ready for final COG Operating LLC respectfur for wells to battery: 1, 30-025 From 6/18/2016 to 9/16/2016 470 bbls oil/day	nal inspection.) Ily requst to flare at the SI		Com #2H Batt	ATTA	CHED FOR	
600 mcf/day			COI	אוועו	INS OF AFFE	COVAL
Reason:DCP gas curtailment		i i				
14. I hereby certify that the foregoing is	Electronic Submission #3	PERATING L	LC, sent to the	Hobbs /		
Name(Printed/Typed) BRIAN MAIORINO			Title AUTHO	RIZED REI	PRESENTATIVE/	
Signature (Electronic S	ubmission)		Date 06/20/2	016		
Taran Andrew	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE U	SE JUN /2 7 /2	2016 day/M
Approved By			Title		BUREAU OF LAND MAT	Date
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		CARLSBAU FIELD (	DEFICE
Fitle 18 U.S.C. Section 1001 and Title 43 U.States any false, fictitious or fraudulent st	J.S.C. Section 1212, make it a catatements or representations as to	rime for any per o any matter wit	son knowingly and hin its jurisdiction.	willfully to m	ake to any department or a	agency of the United

\*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*

Accepted for Record Only
MUB JOCD 7/9/2016

## 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.
- 7. 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.