UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enternal abandoned well. Use form 3160-3 (APD) for such proposals.

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

5. Lease Serial No. NMNM118720

6. If Indian, Allottee or Tribe Name	
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SUBMIT IN 1	7. If Unit or CA/Agreement, Name and/or No.							
Type of Well ☐ Gas Well ☐ Oth	8. Well Name and No. PATTERSON B-52 FEDERAL 3H							
Name of Operator Contact: CATHY SEELY COG OPERATING LLC E-Mail: cseely@concho.com					9. API Well No. 30-025-39638			
			(include area code) 8-1549		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 5 T19S R32E NWSE 231 32.688820 N Lat, 103.784790	LEA COUNTY, NM							
12. CHECK THE AP	PROPRIATE BOX(ES)	TO INDICA	TE NATURE OI	F NOTICE,	REPORT, OR OTH	ER DATA		
TYPE OF SUBMISSION								
Notice of Intent	Notice of Intent			☐ Product	tion (Start/Resume)	☐ Water Shut-Off		
	☐ Alter Casing ☐ Hy		draulic Fracturing Reclan		ation	■ Well Integrity		
☐ Subsequent Report	☐ Casing Repair	□ New	Construction	□ Recomp	plete	Other		
☐ Final Abandonment Notice	☐ Change Plans	Plug	and Abandon	☐ Tempor	rarily Abandon	Venting and/or Flari		
	☐ Convert to Injection	Plug	Back	☐ Water I	Disposal			
13. Describe Proposed or Completed Ope If the proposal is to deepen directiona 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 RESE FROM 1/22/18 TO 4/22/18. # OF WELLS TO FLARE: 2 PATTERSON B-52 FED 3H: 3 PATTERSON B-52 FED 5H: 3 BBLS OIL/DAY: 15 MCF/DAY: 25 REASON: UNPLANNED MIDS	ally or recomplete horizontally, k will be performed or provide operations. If the operation recomment Notices must be file all inspection. PECTFULLY REQUEST 1 10-025-39638 10-025-38970	give subsurface the Bond No. or sults in a multipl ed only after all	locations and measure file with BLM/BIA e completion or recordequirements, including THE PATTERS	red and true vo. Required su mpletion in a ing reclamation	ertical depths of all pertine bequent reports must be a new interval, a Form 3160 on, have been completed an ED 3H BTY.	ant markers and zones. filed within 30 days 0-4 must be filed once and the operator has 3S OCD 16 2018 CEIVED		
14. I hereby certify that the foregoing is true and correct. Electronic Submission #400938 verified by the BLM Well Information System For COG OPERATING LLC, sent to the Hobbs								
Name (Printed/Typed) CATHY S	Committed to AFMSS for	processing by		ERING TE		1		
Name(17mea/1ypea/ CATHT S	CLLT		THE LINGHAL	LIKING IL	APPROVEL			
Signature (Electronic S	Submission)		Date 01/16/20	018				
THIS SPACE FOR FEDERAL OR STATE OFFICE USEEB 8 2018								
			T		J N			
Approved By			Title	PUR	EDVOF LAND MANAS	NEN Date		
Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conduct the conductive to conduct the conductive that the applicant to conduct the conductive that	Office		CARLSBAD FIVED OWN					
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 **								

MUB/OCD 2/19/2018

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.