UNITED STATES DEPARTMENT OF THE INTERIOR PROBLEM OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLOCD Holds FOR OMB CAPTER SUNDRY NOTICES AND REPORTS ON WELLOCD NMMM18306

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

Do not use the abandoned we	is form for proposals to dr II. Use form 3160-3 (APD)	ill or to re- for such p	enter an 1885 OC	CD	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					8. Well Name and No. PALOMA BLANCO 20 FEDERAL 01	
☐ Oil Well ☐ Gas Well ☐ Other						20 FEDERAL 01
2. Name of Operator Contact: CATHY SE CONTACT: COG OPERATING LLC E-Mail: CSEELY@CONCHO.COM					9. API Well No. 30-025-37295-00-S1	
3a. Address ONE CONCHO CENTER 600 W ILLINOIS AVENUE MIDLAND, TX 79701-4287 3b. Phone No. (include area code) Ph: 575-748-1549					10. Field and Pool or Exploratory Area ANTELOPE RIDGE-BONE SPRING, W BELL LAKE	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State	
Sec 20 T23S R34E SWSW 660FSL 660FWL					LEA COUNTY, NM	
12. CHECK THE AI	PPROPRIATE BOX(ES) TO	O INDICAT	E NATURE O	F NOTICE,	REPORT, OR OTH	ER DATA
TYPE OF SUBMISSION	SUBMISSION TYPE OF ACTION					
Notice of Intent	☐ Acidize ☐ 1		Deepen 🔲 1		on (Start/Resume)	■ Water Shut-Off
Alter Casing		☐ Hydr	lraulic Fracturing		tion	■ Well Integrity
☐ Subsequent Report	☐ Casing Repair ☐ No		Construction	☐ Recomplete		Other
☐ Final Abandonment Notice	☐ Change Plans ☐ P		and Abandon	☐ Temporarily Abandon		Venting and/or Flari
	☐ Convert to Injection ☐ Plu		Back	■ Water Disposal		ng .
testing has been completed. Final At determined that the site is ready for f COG OPERATING LLC RESE FROM 8/16/18 TO 11/14/18. # OF WELLS TO FLARE: 2 STRATOCASTER 20 FED 2H STRATOCASTER 20 FED 1H BBLS OIL/DAY: 180 MCF/DAY: 100 REASON: UNPLANNED MID:	inal inspection. PECTFULLY REQUEST TO 1: 30-025-41381 1: 30-025-37295	-	-		-	nd the operator has
14. I hereby certify that the foregoing is Com Name (Printed/Typed) CATHY S	Electronic Submission #431 For COG OP nmitted to AFMSS for process	ERATING L	LC, sent to the H CILLA PEREZ or	Hobbs	(18PP1699SE)	
Name (17 mea/19pea) CATTI S			THE LINGING	LLINING TEC) I	
Signature (Electronic S	Submission)		Date 08/16/2	018		
	THIS SPACE FOR	FEDERA	OR STATE	OFFICE US	SE .	
Approved By /s/ Jonathon Shepard Title Stroke 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 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and very section 1001.					ngineer Id Office	AUG 1 7 2018 Date 7 2018
States any false, fictitious or fraudulent s				williamy to ma	any department of i	agoney of the Omited

(Instructions on page 2) ** BLM REVISED ** BLM REVI

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. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
- 2. All flaring under this request is considered to be "avoidably lost":

 Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".

Exceptions:

- a. The first 24 hours of a <u>temporary emergency flare</u> is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.103 3179.105.