Form 3460-5 (June 2015) DE	e 2015) UNITED STATES DEPARTMENT OF THE INTERIO					FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018	
SUNDRY	UREAU OF LAND MANA NOTICES AND REPO is form for proposals to II. Use form 3160-3 (AP	RTS ON W		Hoh	5. 24 s. 54 ja 190. NMNM0554252	2	
abandoned we	I. Use form 3160-3 (AP	D) for such [prop HOBE	SOCI	6. If Indian, Allottee of	or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on page 2 OCT 222019					7. If Unit or CA/Agre	ement, Name and/or No.	
1. Type of Well Solution Other Content of	et.				8. Well Name and No. PICASSO FEDER	RAL 2H	
2. Name of Operator COG OPERATING LLC COG OPERATING LLC E-Mail: abuck@concho.com				PICASSO FEDERAL 2H 9. API Well No. 30-025-41905-00-S1			
3a. Address 3b. Phone No ONE CONCHO CENTER 600 W ILLINOIS AVENUE Ph: 575-60			b. (include area code) 39-3050 10. Field and Pool or RED HILLS-BO				
MIDLAND, TX 79701-4287 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish,	State	
Sec 9 T24S R34E SWSE 190FSL 1330FEL 32.225207 N Lat, 103.470202 W Lon			LEA COUNTY, NM		NM		
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICA	TE NATURE O	F NOTICE,	REPORT, OR OTH	HER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent		🗖 Acidize		epen Droduct		UWater Shut-Off	
_	Alter Casing	🗖 Hyd	Iraulic Fracturing	🗖 Reclam		Well Integrity	
Subsequent Report	Casing Repair		V Construction	Recomplete		Other Venting and/or Flari	
Final Abandonment Notice	Change Plans				rarily Abandon ng Disposal		
FROM 10/11/19 TO 1/09/20 # OF WELLS TO FLARE: 1 PICASSO FED #2H; 30-025-4 BBLS OIL/DAY: 65	1905						
MCF/DAY: 860 REASON: UNPLANNED MIDS	STREAM CURTAILMENT	-					
14. I hereby certify that the foregoing is	Electronic Submission #4 For COG	OPERATING I	LC. sent to the H	lobbs	-		
Com Name (Printed/Typed) ALICE BU	SCILLA PEREZ OI	n 10/10/2019	(20PP0098SE) NEERING TECH				
Signature (Electronic Submission)			Date 10/09/20	019			
	THIS SPACE FO	R FEDERA			SE	<u> </u>	
Approved By /s/ Jonathon Shepard			Title PE 06Tite 1 0 201				
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 fo				
itle 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	crime for any pe to any matter w	rson knowingly and ithin its jurisdiction.	willfully to ma	ike to any department or	agency of the United	
Instructions on page 2) ** BLM REVI	SED ** BLM REVISED) ** BLM RE	EVISED ** BLN	I REVISED) ** BLM REVISEI	D ** K.	

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission.
- All flaring under this request is considered to be "avoidably lost" per 43 CFR 3179.4(a)(2)(i iii). Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "33".

Exceptions:

- a. The first 24 hours of a temporary emergency flare is considered "unavoidably lost" and is therefore royalty free (43 CFR 3179.103(a)). 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, 3179.101 3179.104.