

OCD-ARTESIA

13-726

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

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

5. Lease Serial No.  
NMNM86025

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		8. Well Name and No. MCINTYRE DK FEDERAL 15	
2. Name of Operator COG OPERATING LLC		Contact: ROBYN ODOM E-Mail: Rodom@concho.com	9. API Well No. 30-015-40896
3a. Address ONE CONCHO CENTER 600 W. ILLINOIS AVENUE MIDLAND, TX 79701		3b. Phone No. (include area code) Ph: 432-685-4385	10. Field and Pool, or Exploratory LOCO HILLS; GLORIETA-YESO
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 17 T17S R30E 261FSL 2618FWL		11. County or Parish, and State EDDY COUNTY, NM	

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input checked="" type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

COG Operating LLC respectfully requests permission to construct a 300' x 60' tank battery at the McIntyre DK Federal #15.

Attached for your review is the Plat, Battery Diagram and the Battery Layout.

*OK with COAs. Tamer Nygren*

Accepted for record  
NMOCD

*JOS*  
*3/13/2013*

**RECEIVED**  
MAR 13 2013  
NMOCD ARTESIA

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #199393 verified by the BLM Well Information System  
For COG OPERATING LLC, sent to the Carlsbad  
Committed to AFMSS for processing by KURT SIMMONS on 02/20/2013 ()

Name (Printed/Typed) ROBYN ODOM	Title REGULATORY ANALYST
Signature (Electronic Submission)	Date 02/19/2013

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

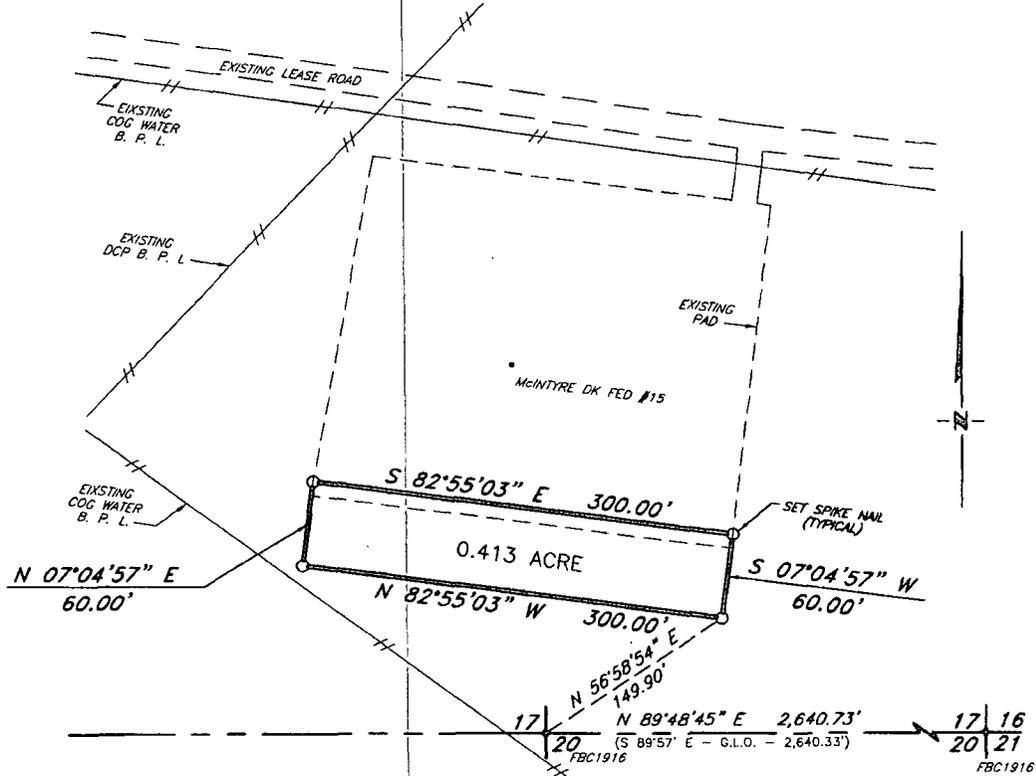
Approved By <i>Don [Signature]</i>	Title FIELD MANAGER	Date MAR 11 2013
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office CARLSBAD FIELD OFFICE

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.

**\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\***

COG OPERATING, LLC

McINTYRE DK FED #15 PRODUCTION FACILITY  
SECTION 27, T-17-S, R-30-E, N. M. P. M., EDDY CO., N. M.



DESCRIPTION

A tract of land situated within Section 27, Township 17 South, Range 30 East, N. M. P. M., Eddy County, New Mexico, and being more particularly described by metes and bounds as follows:

Commencing, for a tie, at a brass cap, stamped "1916", found for the South quarter corner of said Section 27, from which a brass cap, stamped "1916", found for the Southeast corner of said Section 27 bears N 89°48'45" E, 2,640.73 feet;

Thence N 56°58'54" E, 149.90 feet to a spike nail set for the Point of Beginning and the Southeast corner of the tract of land herein described;

Thence N 82°55'03" W, 300.00 feet to a spike nail set for the Southwest corner of the tract of land herein described;

Thence N 07°04'57" E, 60.00 feet to a spike nail set for the Northwest corner of the tract of land herein described;

Thence S 82°55'03" E, 300.00 feet to a spike nail set for the Northeast corner of the tract of land herein described;

Thence S 07°04'57" W, 60.00 feet to the Point of Beginning.

Said tract of land containing 18,000.00 square feet or 0.413 acre, more or less.

SCALE: 1" = 1000'  
0 500 1000  
BEARINGS: NAD 27-NM EAST  
DISTANCES: HORIZ.

I, R. M. Howett, a N. M. Professional Surveyor, hereby certify that this plat was prepared from an actual ground survey made under my supervision, said survey and plat meet the Min. Stds. for Land Surveying in the State of N. M. and are true and correct to the best of my knowledge and belief.

*Robert M. Howett*  
Robert M. Howett NM PS 19680



LEGEND

( ) RECORD DATA  
FBC1916 FOUND BRASS CAP "1916"

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1	Typo.	2/19/13
NO.	REVISION	DATE
JOB NO.: LS13066		
DWG. NO.: 13066-1		

PROSPERITY CONSULTANTS, LLC



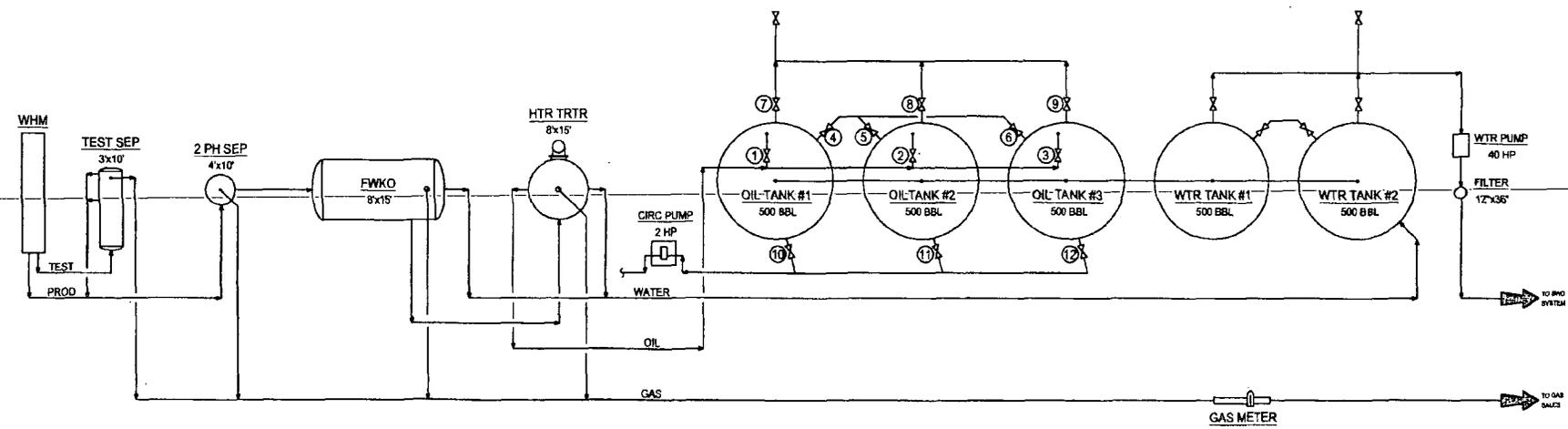
2251 Double Creek Drive, Suite 602, Round Rock, Texas 78664 o (512) 992-2087 f (512) 251-2518

SCALE: 1" = 100'
DATE: 2/14/13
SURVEYED BY: GB
DRAWN BY: LWB
APPROVED BY: LWB
SHEET : 1 OF 1



- Production Phase - Oil Tank #1**
- Valve 1 open
  - Valves 2 and 3 closed
  - Valves 4, 5, and 6 open
  - Valves 7, 8, and 9 closed
  - Valves 10, 11, and 12 closed

- Sales Phase - Oil Tank #1**
- Valve 1 closed
  - Valves 2 or 3 open
  - Valve 4 closed
  - Valves 5 and 6 open
  - Valve 7 open
  - Valves 8 and 9 closed
  - Valves 10, 11, and 12 closed



NOTES:  
McIntyre DK Federal #15 Tank Battery

**CONFIDENTIALITY NOTICE**  
THIS DRAWING IS PROPERTY OF COG OPERATING LLC AND IS LOANED TO THE USER FOR CONFIDENTIAL USE ONLY AND IS SUBJECT TO RETURN UPON REQUEST AND SHALL NOT BE REPRODUCED, COPIED, LENT OR OTHERWISE DISCLOSED OR DIRECTLY OR INDIRECTLY USED FOR ANY PURPOSE OTHER THAN THAT WHICH IT IS SPECIFICALLY FURNISHED.

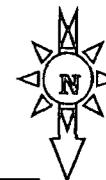
REFERENCE DRAWINGS		REVISIONS		
NO.	TITLE	NO.	DATE	DESCRIPTION
		A	05/07/12	ISSUE FOR SITE PERMITTING

COG OPERATING LLC  
550 W. TEXAS AVE, SUITE 100  
MIDLAND, TEXAS 79701

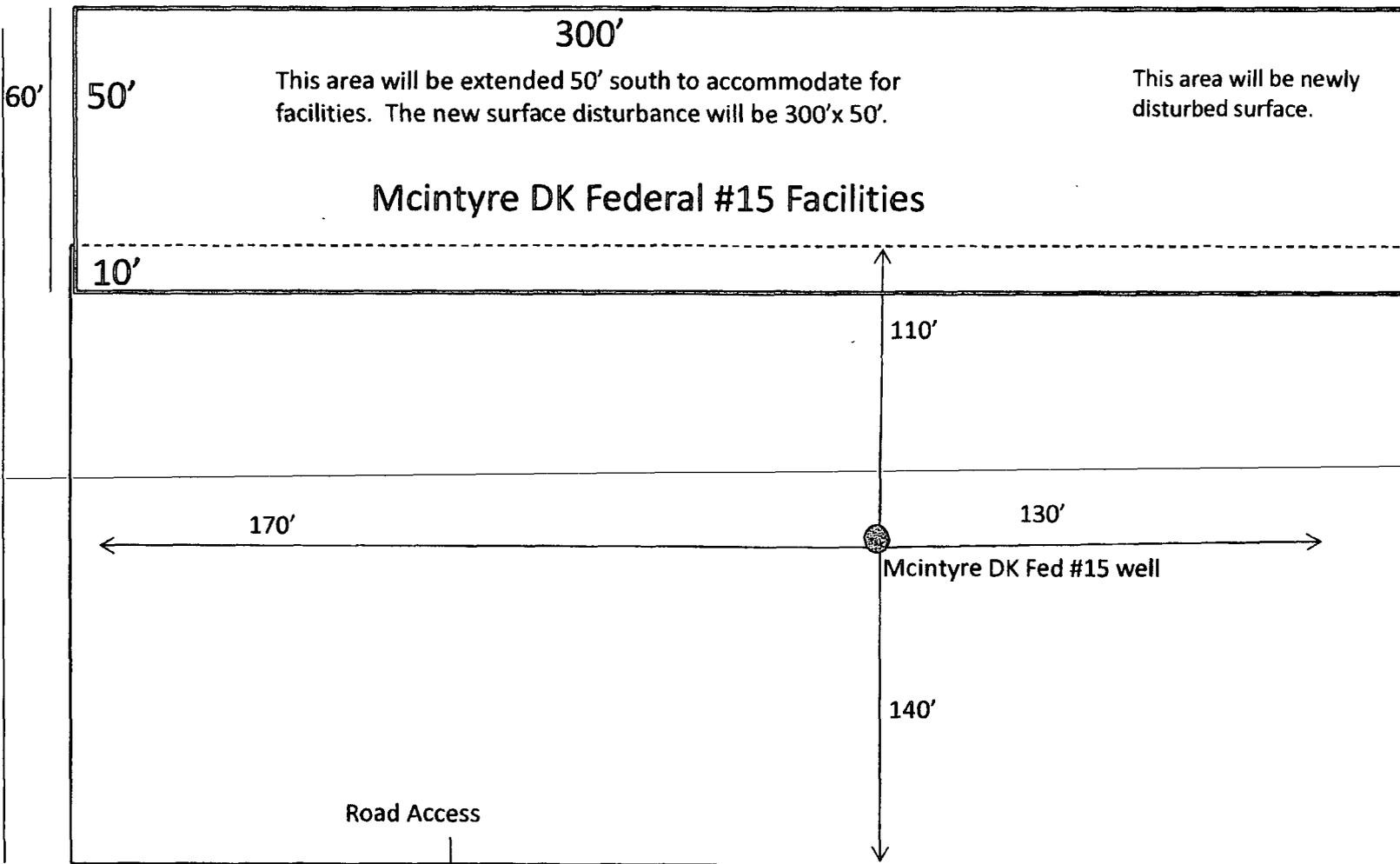
ENGINEERING RECORD		
BY	CHK.	DATE
CRB	CRB	05/09/12
CRB	CRB	06/07/12
FILE NO.		
FILED BY	C. BLEDSOE	
OPER. DESK	VAR33	
SCALE:	NONE	



NEW MEXICO SHELF ASSET  
PRODUCTION FACILITIES  
SITE FACILITY DIAGRAM  
STANDARD TANK BATTERY  
EDDY COUNTY  
DWD NO. D-1700-81-005  
REV A



300'



60'

310'

Existing lease road

**BLM Lease Number:** NMNM86025  
**Company Reference:** COG Operating, LLC  
**Well Name & Number:** McIntyre DK Federal #15

STANDARD STIPULATIONS FOR OIL AND GAS RELATED SITES (Production Facility)

A copy of the Sundry Notice and attachments, including stipulations and map, will be on location during construction. BLM personnel may request to view a copy of your permit during construction to ensure compliance with all stipulations.

The holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer, BLM.

1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant and for all response costs, penalties, damages, claims, and other costs arising from the provisions of the Resource Conservation and Recovery Act (RCRA), 42 U.S.C. Chap. 82, Section 6901 et. seq., from the Comprehensive Environmental Response, Compensation and Liability Act (CERCLA), 42 U.S.C. Chap. 109, Section 9601 et. seq., and from other applicable environmental statutes.
2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976, as amended (15 U.S.C. 2601, et. seq.) with regard to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized by this grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation and Liability Act, Section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the Authorized Officer concurrent with the filing of the reports to the involved Federal agency or State government.
3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et. seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et. seq.) on the right-of-way (unless the release or threatened release is wholly unrelated to the right-of-way holder's activity on the right-of-way). This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
4. If, during any phase of the construction, operation, maintenance, or termination of the site or related pipeline(s), any oil or other pollutant should be discharged from site facilities, the pipeline(s) or from containers or vehicles impacting Federal lands, the control and total removal, disposal, and cleanup of such oil or other pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the holder to control, dispose of, or clean up such

discharge on or affecting Federal lands, or to repair all damages to Federal lands resulting therefrom, the Authorized Officer may take such measures as deemed necessary to control and cleanup the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve the holder of any liability or responsibility.

5. Sites shall be maintained in an orderly, sanitary condition at all times. Waste materials, both liquid and solid, shall be disposed of promptly at an appropriate, authorized waste disposal facility in accordance with all applicable State and Federal laws. "Waste" means all discarded matter including, but not limited to, human waste, trash, garbage, refuse, petroleum products, brines, chemicals, oil drums, ashes, and equipment.

6. In those areas where erosion control structures are required to stabilize soil conditions, the holder shall install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound management practices. Any earth work will require prior approval by the Authorized Officer.

7. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color from BLM's "Standard Environmental Color Chart". The color selected for this project is **Shale Green**. A color chart can be picked up from the BLM Carlsbad Field Office.

8. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

9. A sales contract for removal of mineral material (caliche, sand, gravel, fill dirt) from an authorized pit, site, or on location must be obtained from the BLM prior to commencing construction. There are several options available for purchasing mineral material: contact the BLM office (575-234-5972).

10. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

11. Once the site is no longer in service or use, the site must undergo final abandonment. At final abandonment, the site and access roads must undergo "final" reclamation so that the character and productivity of the land are restored. Earthwork for final reclamation must be completed within

six (6) months of the abandonment of the site. All pads and facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact. After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM environmental protection specialist prior to surface abandonment operations for site specific objectives (575-234-5972).

12. The holder shall stockpile an adequate amount of topsoil where blading occurs. The topsoil to be stripped is approximately   6   inches in depth. The topsoil will be segregated from other spoil piles. The topsoil will be used for final reclamation.

13. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

- |   |  |
|---|--|
| <input type="checkbox"/> seed mixture 1     | <input type="checkbox"/> seed mixture 3          |
| <input type="checkbox"/> seed mixture 2     | <input type="checkbox"/> seed mixture 4          |
| <input type="checkbox"/> seed mixture 2/LPC | <input type="checkbox"/> Aplomado Falcon Mixture |

14. **Containment Structures:** The containment structure shall be constructed to hold the capacity of the entire contents of the largest tank, plus 24 hour production, unless more stringent protective requirements are deemed necessary by the Authorized Officer.

15. Special Stipulations:

**Lesser Prairie-Chicken**

Oil and gas activities will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.