Form 3160-5 (August 2007)

Approved By

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.

DEPARTMENT OF THE INTERIOR N.M. OIL CONSERVATION DIVISION BUREAU OF LAND MANAGEMENT R11 C EDITOR **UNITED STATES**

811 S. FIRST STREET

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

1/1

Date

LAND MANAGEMEN

OFFICE OFFICE

SUNDRY NOTICES AND REPORTS ON WELL

5. Lease Serial No. NMLC029020J

Do not use this form for proposals to drill or to perente abandoned well. Use form 3160-3 (APD) for such propo CONSERVATION. If Indian, Allottee or Tribe Name ARTESIA DISTRICT 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse MAR 0 2 2015 8. Well Name and No. CARMEN 3 FEDERAL COM 1H 1. Type of Well ☑ Oil Well ☐ Gas.Well ☐ Other RECEIVED 9. API Well No. Name of Operator COG OPERATING LLC KANICIA CASTILLO Contact: 30-015-39286-00-S1 E-Mail: kcastillo@conchoresources.com 10. Field and Pool, or Exploratory LOCO HILLS GLORIETA-YESO 3b. Phone No. (include area code) 3a. Address ONE CONCHO CENTER 600 W ILLINOIS AVENUE Ph: 432-685-4332 MIDLAND, TX 79701 11. County or Parish, and State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) EDDY COUNTY, NM Sec 3 T17S R30E SWNW 2310FNL 330FWL 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Production (Start/Resume) □ Water Shut-Off ☐ Acidize □ Deepen ■ Notice of Intent ☐ Well Integrity ☐ Alter Casing ☐ Fracture Treat □ Reclamation ■ Subsequent Report Casing Repair ■ New Construction ☐ Recomplete Other Venting and/or Flari ☐ Final Abandonment Notice Change Plans ☐ Plug and Abandon □ Temporarily Abandon ☐ Convert to Injection □ Plug Back ■ 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.) Actual Flared for permit EC Transaction # 206064 from 5/6/13 to 8/4/13. Meter # 727015-00 SEE ATTACHED FOR Number of wells to flare: (3) CONDITIONS OF APPROVAL Carmen 3 Federal 1H 30-015-39286 Carmen 3 Federal 5H 30-015-39287 Carmen 3 Federal 11H 30-015-39288 Due to DCP and Frontier shut in. 14. I hereby certify that the foregoing is true and correct Electronic Submission #235750 verified by the BLM Well Information System
For COG OPERATING LLC, sent to the Carlsbad
Committed to AFMSS for processing by MEIGHAN SALAS on 05/01/2014 (14MMS0088SE) PREPARÉ Name (Printed/Typed) KANICIA CASTILLO Title 02/18/2014 Signature (Electronic Submission) Date

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.

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Title

Office

.Additional data for EC transaction #235750 that would not fit on the form

32. Additional remarks, continued

May 2013 807 MCF flared June 2013 0 MCF flared July 2013 0 MCF flared

Facility diagram attached.

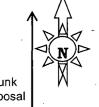
COG OPERATING LLC

One Concho Center 600 W. Illinois, Midland, Texas 79701 (432)-683-7443

Carmen 3 Federal Com #1H

2310'FNL, 330' FWL * Sec 3,T17S,R30E * Unit E Eddy County, NM

Lact



January 2014 API - 30-015-39286 To Main Trunk Gas sales Line to Disposal Gas To Flare Header 13 2" **Д**3" Vent ⊠Vent 女Vent 500 500 500 500 500 Dump #6767-3 #6767-4 8x20 #6767-2 Gas 14 Knockout 🕏 —₹ 10 3" Heater Sep Fill Fil Water Water Dump Dump . 3" Line Pipes Dump 4" 16∯ **Production Phase** ሟ15 Valve #1,2,3,4 Closed Bypass ₽ 20 Valve #5,6,7 Open Truck

Open

Valves #8.9 or 10 Open Valves #11.12 or 13 Open Water Line Valve #14 Open Water Truck Valve #15 Closed Valve #16 Open Valves #17.18 Closed Valve #19 Closed Valve #20 Open

Sales Phase

Valve #20

Valve #1,2,3,4 Open Valves #5,6,7 Closed Valves #8,9 or 10 Open Valves #11,12 or 13 Closed Water Line Valve #14 Open Water Truck Valve #15 Open Valve #19 Open Valve #16 Open Valves #17,18 Closed

Entire Facility Fenced w/T-posts & **Barbed Wire**

☆ 19

Lact Outside Fence But Inside Lined Dike

Wells to Battery:

Carmen 1, 5,11,15

Carmen 3 Federal Com 1H 30-015-39286 COG Operating LLC February 20, 2015 Conditions of Approval

- 1. Report all volumes on OGOR B as disposition code 08.
- 2. Comply with NTL-4A requirements
- 3. Subject to like approval from NMOCD
- 4. Flared volumes will still require payment of royalties
- 5. 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. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5. Include meter serial number on sundry.
- 6. This approval does not authorize any additional surface disturbance.
- 7. Submit updated facility diagram as per Onshore Order #3.
- 8. Approval not to exceed 90 days for date of approval.
- 9. Submit Subsequent Report to this sundry with actual volumes of gas flared monthly on 3160-5 (sundry notice).
- 10. If flaring is still required past 90 days submit new request for approval.
- 11. If a portable unit is used to flare gas it must be monitored at all times.
- 12. Comply with any restrictions or regulations when on State or Fee surface.

022015 JAM