Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR OMB 1 Expires: BUREAU OF LAND MANAGEMENT FORM OMB 1 Expires: 5 Lease Serial No.

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

Do not use this form for proposals to drill or to re-enter-and abandoned well. Use form 3160-3 (APD) for such proposals.					1 1 NWW 11 1 4905		
					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.		
Type of Well Gas Well □ Other					8. Well Name and No. HORNED OWL FEDERAL 3H		
Name of Operator					9. API Well No. 30-015-42502-		
			Phone No. (include area code) 575-748-1549		10. Field and Pool or Exploratory Area WILDCAT		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec 25 T26S R26E NWNE 190FNL 1810FEL 32.019973 N Lat, 104.243515 W Lon					EDDY COUNTY COUNTY, NM		
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICA	TE NATURE O	F NOTICE,	REPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent	☐ Acidize	□ Deepen		☐ Product	ion (Start/Resume)	☐ Water Shut-Off	
Notice of Intent	□ Alter Casing	☐ Hyd	raulic Fracturing		ation	■ Well Integrity	
☐ Subsequent Report	□ Casing Repair	□ New	■ New Construction		olete	Other	
☐ Final Abandonment Notice	Change Plans	Plug	and Abandon	□ Tempor	arily Abandon	Venting and/or Flari	
	□ Convert to Injection	☐ Plug Back ☐ W		■ Water D	Disposal	-	
If the proposal is to deepen directional Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for final COG OPERATING LLC RESE	k will be performed or provide operations. If the operation re andonment Notices must be fil nal inspection.	the Bond No. or sults in a multipl led only after all	n file with BLM/BIA e completion or reco requirements, includ	a. Required sul ompletion in a r ling reclamation	osequent reports must be new interval, a Form 316 n, have been completed a	filed within 30 days 0-4 must be filed once	
FROM 4/23/18 TO 7/22/18.					į.	N. 674	
# OF WELLS TO FLARE: 4 HORNED OWL FEDERAL #2! HORNED OWL FEDERAL #1! HORNED OWL FEDERAL #4 HORNED OWL FEDERAL #3!	FOR RECORDS ONLIMAY 3 1 2018 UNIS ABDISTRICT II-ARTESIA O.C.D.						
14. I hereby certify that the foregoing is	Electronic Submission #	413263 verifie	d by the BLM We	II Information	System		
	For COG C Committed to AFMSS for		.C, sent to the Ca DEBORAH MCK		(03/2018 ()		
Name (Printed/Typed) CATHY SEELY			Title ENGINEERING TECH				
Signature (Electronic S	ubmission)			·			
	THIS SPACE FO	OR FEDERA	Date 05/02/2		SE	<u> </u>	
Approved By	Title 🔑	TROI EUM	ENGINEER	5/30/2018 Date			
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 C	FO			

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.

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.
- All flaring under this request is considered to be "avoidably lost":
 Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179.
 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.