#### Form 3160-5 (August 2007)

# OCD Artesia

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No. NMNM113927

| SUNDRY  | NMNM113927                            | NMNM113927  6. If Indian, Allottee or Tribe Name                                     |  |  |  |
|---|---------------------------------------|--|--|--|--|
| Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.   |                                       |  |  | 6. If Indian, Allottee o                   |  |
| SUBMIT IN TRI   | 7. If Unit or CA/Agree                | 7. If Unit or CA/Agreement, Name and/or No.  |  |  |  |
| Type of Well  | 8. Well Name and No.<br>NOOSE FEDERA  | L 1  |  |  |  |
| Name of Operator Contact: KANICIA CASTILLO COG OPERATING LLC E-Mail: kcastillo@conchoresources.com  |                                       |  | 9. API Well No.<br>30-015-35416-0                                | 0-S1                                       |  |
| 3a. Address ONE CONCHO CENTER 600 W ILLINOIS AVENUE Ph: 432-685-4332 MIDLAND, TX 79701  |                                       |  | ) 10. Field and Pool, or<br>WILDCAT                              | 10. Field and Pool, or Exploratory WILDCAT |  |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  |                                       |  | 11. County or Parish, a  | 11. County or Parish, and State            |  |
| Sec 35 T19S R25E SWNE 1650FNL 2310FEL   |                                       |  | EDDY COUNTY  | EDDY COUNTY, NM                            |  |
| 12. CHECK APPI  | ROPRIATE BOX(ES) T                    | O INDICATE NATURE OF   | NOTICE, REPORT, OR OTHE  | R DATA                                     |  |
| TYPE OF SUBMISSION  |                                       | ТҮРЕ О   | F ACTION   | )N   |  |
| Notice of Intent     ■  | ☐ Acidize                             | Deepen   | ☐ Production (Start/Resume)                                      | ☐ Water Shut-Off                           |  |
| ☐ Subsequent Report   | ☐ Alter Casing                        | ☐ Fracture Treat   | ☐ Reclamation  | ■ Well Integrity                           |  |
|   | Casing Repair                         | □ New Construction   | Recomplete   |  |  |
| ☐ Final Abandonment Notice  | ☐ Change Plans ☐ Convert to Injection | <ul><li>□ Plug and Abandon</li><li>□ Plug Back</li></ul>                             | <ul><li>☐ Temporarily Abandon</li><li>☐ Water Disposal</li></ul> | ng   |  |
| COG Operating LLC, respects  Number of wells to flare: (2) Noose Federal #1 30-015-354 Noose Federal #2 30-015-365  95 Oil 110 MCF  Requesting to flare from 5/1/1 Due to DCP shut in.  | 3 to 7/1/13.                          | Noose Federal #1 Battery.  Sto 13013  HARDED  JBJECT TO LIKE  ROVAL BY STATE         |  | 013  |  |
|   | Electronic Submission #               | t205772 verified by the BLM We DPERATING LLC, sent to the C sing by JOHNNY DICKERSON | arlsbad<br>on 05/01/2013 (13JLD0701SE)                           |  |  |
| Signature (Electronic   |                                       | Date 04/30/2   |  |  |  |
|   | THIS SPACE FO                         | OR FEDERAL OR STATE  | OFFICE USED OVED   |  |  |
| Approved By JERRY BLAKLEY Tite  Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal of equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.  Of  Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person States any false, fictitious or fraudulent statements or representations as to any matter within |                                       |  | MAY - 4 2013   | Date 05/04/2013                            |  |
| States any raise, rictitious or fraudulent  | statements or representations a       | s to any matter within its jurisdiction  | AND COAR EIGHT OFFICE  |  |  |

## Additional data for EC transaction #205772 that would not fit on the form

32. Additional remarks, continued

Schematic attached.

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# BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

### 5/4/2013

## **Condition of Approval to Flare Gas**

- 1. Report all volumes on OGOR reports.
- 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.
- 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 with actual volumes of gas flared for each month gas is flared.
- 10. If flaring is still required past 90 days submit new request for approval.
- 11. Comply with any restrictions or regulations when on State or Fee surface.