OCD Artesia

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

| В | Expire | 3. July 51, 2010 | | | |
|--|---|--|--|---|--|
| SUNDRY | 5. Lease Serial No. MultipleSee | Lease Serial No. MultipleSee Attached If Indian, Allottee or Tribe Name | | | |
| Do not use th abandoned we | | | | | |
| SUBMIT IN TRI | 7. If Unit or CA/Agr NMNM88525X | 7. If Unit or CA/Agreement, Name and/or No. NMNM88525X | | | |
| 1. Type of Well | 8. Well Name and No MultipleSee At | | | | |
| ☐ Oil Well ☐ Gas Well ☐ Oil | | HASITY JACKSON | | lacried | |
| Name of Operator COG OPERATING LLC | 9. API Well No. MultipleSee | Attached | | | |
| 3a. Address ONE CONCHO CENTER 60 MIDLAND, TX 79701 | 0 W ILLINOIS AVENUE 3 | b. Phone No. (include area code Ph: 432-686-3087 | 10. Field and Pool, or Exploratory BURCH KEELY-GLORIETA-UPPER YE GRAYBURG | | |
| 4. Location of Well (Footage, Sec., 7 | 11. County or Parish | 11. County or Parish, and State | | | |
| MultipleSee Attached | EDDY COUNT | EDDY COUNTY, NM | | | |
| 12. CHECK APPI | ROPRIATE BOX(ES) TO I | NDICATE NATURE OF | NOTICE, REPORT, OR OTHI | ER DATA | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | |
| | ☐ Acidize | ☐ Deepen | ☐ Production (Start/Resume) | ☐ Water Shut-Off | |
| Notice of Intent ■ Notice of Intent | ☐ Alter Casing | ☐ Fracture Treat | ☐ Reclamation | ■ Well Integrity | |
| ☐ Subsequent Report | ☐ Casing Repair | ■ New Construction | ☐ Recomplete | Other | |
| ☐ Final Abandonment Notice | Change Plans | Plug and Abandon | □ Temporarily Abandon | Venting and/or Flari | |
| | Convert to Injection | □ Plug Back | ■ Water Disposal | 6 | |
| Attach the Bond under which the wo following completion of the involved | rk will be performed or provide the loperations. If the operation result by candonment Notices shall be filed contained in the logical field of the logical | Bond No. on file with BLM/BI. s in a multiple completion or reconly after all requirements, inclu | ured and true vertical depths of all pert A. Required subsequent reports shall be completion in a new interval, a Form 31 ding reclamation, have been completed REC JUN NMOCD SEE ATTAC CONDITIONS (| e filed within 30 days 60-4 shall be filed once 1, and the operator has 1 2 2013 ARTESIA CHED FOR | |
| 14. I hereby certify that the foregoing is Con Name(Printed/Typed) CHASITY | Electronic Submission #206 For COG OPE nmitted to AFMSS for process | 105 verified by the BLM We RATING LLC, sent to the C ing by KURT SIMMONS on Title PREPA | arlsbad 05/08/2013 (13KMS5964SE) | | |
| Signature (Electronic S | Submission) | Date 05/03/2 | 2013 | · | |
| | THIS SPACE FOR | FEDERAL OR STATE | | <u></u> | |
| Approved By JERRY BLAKLEY | | TitleLEAD PE | APPROVE | Da e 06/08/2013 | |
| Conditions of approval, if any, are attached ertify that the applicant holds legal or equivalent would entitle the applicant to conduct the conduction of th | iitable whe to those rights in the sul | warfant or biect lease Office Carlsha | JUN - 8, 2013 | | |

Additional data for EC transaction #206105 that would not fit on the form

5. Lease Serial No., continued

NMLC028793A NMLC028793C

Wells/Facilities, continued

| Agreement | Lease | Well/Fac Name, Number | API Number | Location |
|------------|-------------|-----------------------|---------------------|---------------------------------------|
| NMNM88525X | NMLC028793A | BURCH KEELY UNIT 347 | 30-015-28090-00-\$1 | Sec 18 T17S R30E SESW 1310FSL 2545FWL |
| NMNM88525X | NMLC028793C | BURCH KEELY UNIT 25 | 30-015-23168-00-S1 | Sec 18 T17S R30E NWSE 1345FSL 1345FEL |
| NMNM88525X | NMLC028793C | BURCH KEELY UNIT 257 | 30-015-29035-00-S1 | Sec 18 T17S R30E NWSE 2540FSL 1420FEL |
| NMNM88525X | NMLC028793A | BURCH KEELY UNIT 27 | 30-015-04189-00-S1 | Sec 18 T17S R30E SESE 660FSL 660FEL |
| NMNM88525X | NMLC028793A | BURCH KEELY UNIT 275 | 30-015-29774-00-S1 | Sec 18 T17S R30E SESE 1295FSL 330FEL |
| NMNM88525X | NMLC028793A | BURCH KEELY UNIT 28 | 30-015-04188-00-S1 | Sec 18 T17S R30E SWSE 660FSL 1980FEL |
| NMNM88525X | NMLC028793A | BURCH KEELY UNIT 297 | 30-015-30731-00-S1 | Sec 18 T17S R30E SESE 660FSL 1295FEL |
| NMNM88525X | NMLC028793C | BURCH KEELY UNIT 303 | 30-015-30789-00-S1 | Sec 18 T17S R30E NESE 2360FSL 330FEL |
| NMNM88525X | NMLC028793C | BURCH KEELY UNIT 329 | 30-015-32426-00-S1 | Sec 18 T17S R30E NESE 1650FSL 1295FEL |
| NMNM88525X | NMLC028793C | BURCH KEELY UNIT 353 | 30-015-32787-00-S1 | Sec 18 T17S R30E NWSE 1980FSL 1980FEL |
| NMNM88525X | NMLC028793A | BURCH KEELY UNIT 382 | 30-015-33811-00-S1 | Sec 18 T17S R30E SESE 600FSL 330FEL |
| NMNM88525X | NMLC028793A | BURCH KEELY UNIT 582 | 30-015-40272-00-S1 | Sec 18 T17S R30E SWSE 1310FSL 2025FEL |

32. Additional remarks, continued

Burch Keely Unit #303 30-015-30789 Burch Keely Unit #257 30-015-29035 Burch Keely Unit #353 30-015-03787 Burch Keely Unit #582 30-015-40272

100 Oil 500 MCF Requesting to flare from 5/6/13 - 6/6/13 Due to DCP shut in. Schematic attached.

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

6/8/2013

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. 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.

JDB682013