Form 3160-5 (August 2007)

### **UNITED STATES** DEPARTMENT OF THE INTERIOR

OCD	Artesia
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FORM APPROVED

OMBIN	IO. I	004-	013
Expires	July	y 31,	201
ease Serial No.			

Pi	UREAU OF LAND MANAC	July 31, 2010			
SUNDRY	NOTICES AND REPOR	5. Lease Serial No. NMLC029420A			
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	or Tribe Name
SUBMIT IN TRI	PLICATE - Other instruct	ions on reverse side.		7. If Unit or CA/Agre	ement, Name and/or No.
<ol> <li>Type of Well</li> <li>Gas Well ☐ Oth</li> </ol>	пег			8. Well Name and No. SKELLY UNIT 96	
2. Name of Operator COG OPERATING LLC		ANICIA CASTILLO onchoresources.com		9. API Well No. 30-015-35816	
3a. Address ONE CONCHO CENTER 600 MIDLAND, TX 79701	W. ILLINOIS AVENUE	3b. Phone No. (include area code) Ph: 432-685-4332	)	10. Field and Pool, or FREN	Exploratory
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)			11. County or Parish,	and State
Sec 15 T17S R31E Mer NMP	2310FNL 1890FWL			EDDY COUNT	Y, NM
		·		<u> </u>	
12. CHECK APPF	ROPRIATE BOX(ES) TO	INDICATE NATURE OF 1	NOTICE, RI	EPORT, OR OTHE	R DATA
TYPE OF SUBMISSION		ТҮРЕ ОІ	FACTION		
Notice of Intent	☐ Acidize	□ Deepen	☐ Product	ion (Start/Resume)	■ Water Shut-Off
X Notice of Intent	☐ Alter Casing	☐ Fracture Treat	■ Reclam	ation	■ Well Integrity
☐ Subsequent Report	□ Casing Repair	■ New Construction	□ Recomp	olete	Other
☐ Final Abandonment Notice	□ Change Plans	☐ Plug and Abandon	☐ Tempor	Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ Water D	Disposal	ng

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 request to flare at the Skelly Unit #968 Battery.

Number of wells to flare: (16)

See attachment for API #'s.

150 Oil/Day 500 MCF/Day

Requesting 90 day approval from 6/04/13 to 9/04/13. SUBJECT TO LIKE APPROVAL BY STATE

nmged aftaghed for CONDITIONS OF APPROVAL

14. I hereby certify that th	ne foregoing is true and correct. Electronic Submission #210134 verifie For COG OPERATING LI Committed to AFMSS for processing	.C, sen	ent to the Carlsbad
Name(Printed/Typed)	KANICIA CASTILLO	Title	PREPARER
. Signature	(Electronic Submission)	Date	06/10/2013
	THIS SPACE FOR FEDERA	L OR	R STATE-OFFICE USE
Approved By		Title	APPROVED
Conditions of approval, if it certify that the applicant fol	y, are attached. Approval of this notice does not warrant or ds legal or equitable title to those rights in the subject lease licant to conduct operations thereon.	Office	JUL - 5 2013
Title 18 U.S.C. Section 100 States any false, fictitious	I and Title 43 U.S.C. Section 1212, make it a crime for any pe or fraudulent statements or representations as to any matter wi	erson kno ithin its j	nowingly and willfully to make to any department or agency of the United significant of the United Space o

## Additional data for EC transaction #210134 that would not fit on the form

#### 32. Additional remarks, continued

Due to Frontier Shut in.

Schematic attached.

# Flare Request Form

Battery-Skelly Federal 968 Battery Production-150bo-500mcf Total BTU of Htrs-2,000,000 Flare Start Date-6/4/2013 Flare End Date- 9/4/2012 GPS-UL Sec-T-R-F-15-17S-31E N 32\* 50'08.02" W 103\* 51'34.50" # of wells in bty-# of wells to be flared- 16 Gas purchaser- Frontier Reason For Flare-Frontier Shutdown

Site Diagram





30-015-36728
30-015-37090
30-015-37089
30-015-37084
30-015-37083
30-015-37085
30-015-37982
30-015-37668
30-015-37909
30-015-35969
30-015-35816
30-015-35817
30-015-36588
30-015-36729
30-015-36474
30-015-36681



Skelly Unit 968











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

# 7/2/2013 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.

JDB722013