Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD: Artesia

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

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

5. Lease Serial No. NMLC029418A

Do not use this form for proposals เ abandoned well. Use form 3160-3 (Al	If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. 892000276B				
SUBMIT IN TRIPLICATE - Other instru					
Type of Well Gas Well □ Other Only O		8. Well Name and No. SKELLY UNIT 989			
2. Name of Operator Contact: COG OPERATING LLC E-Mail: kcastillo@	KANICIA CASTILLO conchoresources.com	9. API Well No. 30-015-36498			
3a. Address ONE CONCHO CENTER 600 W. ILLINOIS AVENUE MIDLAND, TX 79701	3b. Phone No. (include area code) Ph: 432-685-4332	10. Field and Pool, or Exploratory FREN			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description	11. County or Parish, and State				
Sec 23 T17S R31E Mer NMP 1980FNL 1649FWL	EDDY COUNTY, NM				
12. CHECK APPROPRIATE BOX(ES) T	O INDICATE NATURE OF NOTIC	E, REPORT, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACTION				

TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice	☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Change Plans ☐ Convert to Injection	☐ Deepen ☐ Fracture Treat ☐ New Construction ☐ Plug and Abandon ☐ Plug Back	☐ Production (Start/Resume) ☐ Reclamation ☐ Recomplete ☐ Temporarily Abandon ☐ 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.)

COG Operating LLC, respectfully request to flare the Skelly Unit #989 Battery.

Located at the BKU 611 well. 1,22,17S,31E

URDade 8/20/13
Accepted for record
NMOCD

Number of wells to flare: (24)

API #'s attached.

295 Oil 866 MCF SUBJECT TO LIKE APPROVAL BY STATE

SEE ATTACHED FOR CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct. Electronic Submission #211129 verified by the BLM Well Information System For COG OPERATING LLC, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 06/20/2013 ()								
Name(Printed/Typed)	KANICIA CASTILLO	Title	PREPARE	٦				
Signature	(Electronic Submission)	Date	06/19/2013					
	THIS SPACE FOR FEDERA	L OR	STATE OF	FICE USE	DΛ	VED		
Approved By	Mal Starty	Title		AH	πU	VLU_		Date
certify that the applicant hold	y, the attached. Approval of this notice does not warrant or all degal or equitable title to those rights in the subject lease that to conduct operations thereon.	Office		AUG	17	2013		
Title 18 U.S.C. Section 1001 States any false, fictitious	and Title 43 U.S.C. Section 1212, make it a crime for any por fraudulent statements or representations as to any matter w	rson kno ithin its j	wingly and will urisdiction. B l	JREAU OF L	ANDI	VANAGEME	agency	of the United

Additional data for EC transaction #211129 that would not fit on the form

32. Additional remarks, continued

Requesting 90 day flare approval from 8/04/13 to 11/04/13.

Due to: DCP shut in.

Schematic attached.

Flare Request Form

Battery-	Skelly 989 B	atterv					
Production-	295bo-866n			·			
Total BTU of Htrs-	1,000,000	-					
1		-		laro End	Data 0/6/2012		
Flare Start Date-	6/6/2013 Flare End Date- 9/6/2013 # or GPS- Skelly 611- Unit I, SEC 22-T17S-R31E						
UL w/ S-T-R or Well	# or GPS-						
# of wells in bty-	24	# of wells to	be flared- 24		Gas purchaser- DCP		
Reason For Flare-	DCP shut in			···			
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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