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 |
| abandoned well. Use form 3160-3 (APD) for such proposals. |

5. Lease Serial No.

| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an | | | | NMLC028784B | |
|--|--|--|--|--|---|
| Do not use the abandoned we | 6. If Indian, Allottee of | or Tribe Name | | | |
| SUBMIT IN TRIPLICATE - Other instructions on reverse side. | | | | 7. If Unit or CA/Agre NMNM88525X | ement, Name and/or No. |
| 1. Type of Well | | | | 8. Well Name and No. BURCH KEELY U | |
| 2. Name of Operator Contact: KANICIA CASTILLO COG OPERATING LLC E-Mail: kcastillo@conchoresources.com | | | 9. API Well No. 30-015-33809 | | |
| 3a. Address ONE CONCHO CENTER 600 W. ILLINOIS AVENUE MIDLAND, TX 79701 3b. Phone No. (include a Ph: 432-685-4332 | | | ea code) | 10. Field and Pool, or BK GLORIETA- | Exploratory UPPER YESO |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | | | 11. County or Parish, | and State | |
| Sec 13 T17S R29E Mer NMP 660FSL 830FEL | | | | EDDY COUNTY | ſ, NM |
| 12. CHECK APPI | ROPRIATE BOX(ES) TO | INDICATE NATUR | E OF NOTICE | E, REPORT, OR OTHE | R DATA |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | |
| Notice of Intent | ☐ Acidize | Deepen | ☐ Pro | duction (Start/Resume) | ■ Water Shut-Off |
| _ | Alter Casing | ☐ Fracture Treat | ☐ Rec | clamation | Well Integrity |
| ☐ Subsequent Report | □ Casing Repair | ■ New Construct | ion 🗖 Rec | complete | Other |
| ☐ Final Abandonment Notice | □ Change Plans | Plug and Aban | don 🔲 Ter | nporarily Abandon | Venting and/or Flari |
| | Convert to Injection | Plug Back | □ Wa | ter Disposal | |
| Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final At determined that the site is ready for ficting the code of the cod | operations. If the operation responded ment Notices shall be file and inspection.) ully request to flare the Bu | ults in a multiple completion d only after all requirements | n or recompletion s, including reclan | in a new interval, a Form 316 | 0-4 shall be filed once and the operator has |
| Flare located at the BKU 392 | | | | AUG 2 0 2 | 1013 |
| Number of wells to flare: (21) API #'s attached. | CROOL Pholis Accepted for rebord NMOCD ARTESIA | | | TESIA | |
| | SEE ATTACHED FOR | | | | |
| 890 Oil 1575 MCF | SUBJECT TO LIKE CONDITIONS OF APPROVAL | | | | |
| Requesting 90 day flare appro | val from 8/01/13 to 11/0 4 / | | | | |
| 14. I hereby certify that the foregoing is | Electronic Submission #2 | PERATING LLC, sent to | the Carlsbad | • | |
| Name(Printed/Typed) KANICIA | CASTILLO | Title P | REPARER | | |
| | | | | | |
| Signature (Electronic S | | | 6/19/2013 | DDDOVES | |
| | THIS SPACE FO | R FEDERAL OR ST | ATE OFFIC | A PARKONFI) | |
| Approved By | State /- | Title | | 140 17 100 | Date |
| Conditions of approval if any, are attached ertify that the applicant holds legal or equivalent would entify the applicant to condu | itable title to those rights in the | not warrant or subject lease Office | | AUG 1 7 2013 | |
| Fitle 18 U.S.C. Section 1001 and Title 43 V States any false, fictitious or fraudulent s | J.S.C. Section 1212, make it a c | rime for any person knowin | ely and while A | J HELANDIMANAGEMEN | gency of the United |
| States any false, fictitious or fraudulent s | tatements or representations as t | o any matter within its juris | diction CA | RESEAD FIELD OFFICE | 450.10 Of the Officer |

Additional data for EC transaction #211127 that would not fit on the form

32. Additional remarks, continued

Due to: DCP shut in.

Schematic attached.

Flare Request Form

| Battery- | BKU 13B Battery | | | | |
|--------------------|---|--------------------------------|--|--|--|
| Production- | 890 oil-1575 gas | | | | |
| Total BTU of Htrs- | 1,000,000 | | | | |
| Flare Start Date- | 6/4/2013 Flare End Date- 9/4/2013 | | | | |
| UL Sec-T-R- | Unit P Sec. 13-T17S-R29E GPS- N32*49.744 W104* 01.3 | | | | |
| # of wells in bty- | 21 # of wells to be flared- | 21 Gas purchaser- Frontier/DCP | | | |
| Reason For Flare- | DCP shut in | | | | |
| | | | | | |
| Α | Site Diag | | | | |
| | | Header | | | |
| Pump | | HTR K.O. Sep | | | |
| Water | Oil Oil Oil | Test Test | | | |
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BKU 13B Battery

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|-------|--------------|
| Well# | API Number |
| 943 H | 30-015-39575 |
| 963 H | 30-015-39576 |
| 537 🗸 | 30-015-40182 |
| 539 🗸 | 30-015-40319 |
| 540 🗸 | 30-015-40321 |
| 541 / | 30-015-40662 |
| 542 / | 30-015-39521 |
| 544 🗸 | 30-015-39565 |
| 545 ~ | 30-015-40323 |
| 546 — | 30-015-40324 |
| 577 | 30-015-39524 |
| 580 / | 30-015-40270 |
| 581 | 30-015-40271 |
| 584 / | 30-015-40273 |
| 625 ~ | 30-015-40326 |
| 640 | 30-015-40328 |
| 652 / | 30-015-40279 |
| 858/ | 30-015-40382 |
| 945H~ | 30-015-39578 |
| 588~ | 30-015-40702 |
| 617 / | 30-015-40704 |
| | |

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