Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD

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

Artesia

5. Lease Serial No. NMLC029418B

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.				NMLC029418B	
				6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No.	
Type of Well Gas Well □ Other				8. Well Name and No. TEX MACK 11 FEDERAL 3	
Name of Operator Contact: CHASITY JACKSON COG OPERATING LLC E-Mail: cjackson@concho.com				9. API Well No. 30-015-36835-00-S1	
		h: 432-686-3087		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 11 T17S R31E NWNW 330FNL 330FWL				EDDY COUNTY, NM	
12. CHECK APPE	ROPRIATE BOX(ES) TO IN	IDICATE NATURE OF N	OTICE, RE	PORT, OR OTHE	R DATA
TYPE OF SUBMISSION	TYPE OF SUBMISSION TYPE OF ACTION				-
Notice of Intent	☐ Acidize	☐ Deepen	□ Production	on (Start/Resume)	☐ Water Shut-Off
	☐ Alter Casing	☐ Fracture Treat	☐ Reclamat	ion	□ Well Integrity
☐ Subsequent Report	☐ Casing Repair	☐ New Construction	☐ Recompl	ete	Other
☐ Final Abandonment Notice	□ Change Plans	Plug and Abandon	☐ Tempora:	rily Abandon	Venting and/or Flari ng
	☐ Convert to Injection	Plug Back	□ Water Di	sposal	······································
Number of wells to flare: (9) TEX MACK 11 FEDERAL #3 30-015-36835 TEX MACK 11 FEDERAL #4 30-015-36836 TEX MACK 11 FEDERAL #5 30-015-36847 TEX MACK 11 FEDERAL #6 30-015-36849 TEX MACK 11 FEDERAL #7 30-015-36849 TEX MACK 11 FEDERAL #9 30-015-36850 TEX MACK 11 FEDERAL #9 30-015-36945 TEX MACK 11 FEDERAL #35 30-015-37667 TEX MACK 11 FEDERAL #54 30-015-37445 MAY 2 7 2016					ROVAL
				\bigcirc	
14. I hereby certify that the foregoing is Comm Name (Printed/Typed) CHASITY	Electronic Submission #3391 For COG OPEF itted to AFMSS for processing	RATING LLC. sent to the Car	risbad 1 05/16/2016 (16JAS1524SE)	
Signature (Electronic S	ubmission)	Date 05/13/20	16	HELKOVE	
	THIS SPACE FOR I	FEDERAL OR STATE C	FFICE US	E MAY 16/20	
Approved By Conditions of approval, if any, are attached certify that the applicant holds legal or equ	itable title to those rights in the subj		J.C.	MMAN AND SAN	A A A A A A A A A A A A A A A A A A A
which would entitle the applicant to condu Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a crime	e for any person knowingly and y	villfully to mak	e to any department or a	agency of the United
	SED ** BLM REVISED **	• 1/	REVISED	** BLM REVISED)**//

Additional data for EC transaction #339176 that would not fit on the form

32. Additional remarks, continued

46 Oil/Day 162 MCF/Day Requesting 90 day approval from 5/12/16 to 8/10/16. Due to Frontier planned midstream curtailment.

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

This field office has evaluated the attached Notice of Intent as a request for flaring/venting beyond NTL-4A allowable thresholds (reasons, timeframes and volumes), and has determined the following Conditions of Approval apply.

Condition of Approval to Flare Gas

- 1. Comply with NTL-4A requirements
- 2. Subject to like approval from NMOCD
- 3. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08
- 4. "Avoidably lost" flare volumes shall be metered due to their royalty bearing status. 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.
- Vent/flare gas metering to meet all requirements for a sales meter as per Federal Regulations, Onshore Order #5 and NTL 2008-01. Include meter serial number on sundry (form 3160-5).
- 6. This approval does not authorize any additional surface disturbance.
- 7. An updated facility diagram is required within 60 days of modifications to existing facilities per Onshore Order #3.
- 8. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.

Definition: As per NTL-4A II. A. "Avoidably lost" production shall mean the venting or flaring of produced gas without the prior authorization, approval, ratification, or acceptance of the Supervisor and the loss of produced oil or gas when the Supervisor determines that such loss occurred as a result of (1) negligence on the part of the lessee or operator, or (2) the failure of the lessee or operator to take all reasonable measures to prevent and/or to control the loss, or (3) the failure of the lessee or operator to comply fully with the applicable lease terms and regulations, appropriate provisions of the approved operating plan, or the prior written orders of the Supervisor, or (4) and combination of the foregoing.

43CFR3162.7-1 (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas and sulphur produced from the leased land.

43CFR3162.1 (a) The operating rights owner or operator, as appropriate, shall comply with applicable laws and regulations; with the lease terms, Onshore Oil and Gas Orders, NTL's; and with other orders and instructions of the authorized officer. These include, but are not limited to, conducting all operations in a manner which ensures the proper handling, measurement, disposition, and site security of leasehold production; which protects other natural resources and environmental quality; which protects life and property; and which results in maximum ultimate economic recovery of oil and gas with minimum waste and with minimum adverse effect on ultimate recovery of other mineral resources.