Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

	12/1/11/04: 34
5.	Lease Serial No.
	NMNM113927

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.	
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abandoned we	6. If Indian, Allottee or	Tribe Name				
SUBMIT IN TRI	7. If Unit or CA/Agree NMNM133169	7. If Unit or CA/Agreement, Name and/or No. NMNM133169				
1. Type of Well	8. Well Name and No. NOOSE FEDERAL	8. Well Name and No. NOOSE FEDERAL COM 10H				
	9. API Well No.					
COG OPERATING LLC		30-015-42500-00-S1				
3a. Address 600 W ILLINOIS AVENUE MIDLAND, TX 79701		hone No. (include area code 432-685-4332		10. Field and Pool, or Exploratory SEVEN RIVERS UNKNOWN		
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)		11. County or Parish, a	11. County or Parish, and State .		
Sec 35 T19S R25E SWSE 17 32.610085 N Lat, 101.454655			EDDY COUNTY	, NM		
12. CHECK APPI	ROPRIATE BOX(ES) TO INDI	CATE NATURE OF 1	NOTICE, REPORT, OR OTHER	DATA		
.TYPE OF SUBMISSION		TYPE O	F ACTION			
Notice of Intent	☐ Acidize	□ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off		
_	☐ Alter Casing	☐ Fracture Treat	□ Reclamation	■ Well Integrity		
☐ Subsequent Report	Casing Repair	□ New Construction	☐ Recomplete	Ø Other Venting and/or Flari		
☐ Final Abandonment Notice	_ -	□ Plug and Abandon	☐ Temporarily Abandon	ng		
	Convert to Injection	☐ Plug Back	☐ Water Disposal	·		
determined that the site is ready for f COG Operating LLC, respectf Number of wells to flare: (5) NOOSE FEDERAL #6H 30-01 NOOSE FEDERAL COM #9H NOOSE FEDERAL COM #11! NOOSE FEDERAL COM #10! NOOSE FEDERAL COM #2H 500 Oil 1000 MCF Requesting 90 flare approval f	inal inspection.) ully request to flare at the Noose 15-37163 30-015-42384 H 30-015-42501 H 30-015-42500 30-015-41384 NM from 6/25/16 to 9/23/16.	OIL CONSERVAT ARTESIA DISTER JUL 29 CON	ION ATTACHED FOR DITIONS OF APPR			
Ac	cepted For Recor	d RECEIVED				
14. I hereby certify that the foregoing is Com Name (Printed/Typed) KANICIA (For COG OPERAT For COG OPERAT Imitted to AFMSS for processing	ING LLC. sent to the Ca	arlsbad / n 07/05/2016 (16PP1612SE)			
	JAO II LEO	THE THE	APROVEN			
Signature (Electronic S		Date 06/23/2		X B		
	THIS SPACE FOR FE	DERAL OR STATE	OFFICE USEL 27 2016			
Approved By		Title	James Good	noully		
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conduction	itable title to those rights in the subject		CARLSBAD ZELD CE			
Fitle 18 U.S.C. Section 1001 and Title 43 to States any false, fictitious or fraudulent s			willfully to make to any department or ag	gency of the United		

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

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.
- 5. 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.
- 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.