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

5. Lease Serial No.

MINICOZO930G								
6	If Indian Allottee or Tribe Name		_					

SUNDRY Do not use thi	NMLC028936G 6. If Indian, Allottee or Tribe Name					
abandoned we						
SUBMIT IN TRI	7. If Unit or CA/Agreement, Name and/or No.					
Type of Well ☐ Gas Well ☐ Oth	,		8. Well Name and No. BEESON 1			
Name of Operator COG OPERATING LLC	tact: KANICIA CASTILLO tillo@concho.com			9. API Well No. 30-015-22453-00-S1		
3a. Address ONE CONCHO CENTER 600 MIDLAND, TX 79701	3b. Phone No. (include area code) NUE Ph: 432-685-4332 Fx: 432-685-4396			10. Field and Pool, or Exploratory GRAYBURG		
4. Location of Well (Footage, Sec., T	ription)			11. County or Parish, and State		
Sec 29 T17S R30E NWNW 33				EDDY COUNTY, NM		
12. CHECK APPI	ROPRIATE BOX(E	S) TO INDICA	ATE NATURE OF	NOTICE, RI	EPORT, OR OTHE	R DATA
TYPE OF SUBMISSION		TYPE OF ACTION				
Notice of Intent	☐ Acidize		Deepen	☐ Product	ion (Start/Resume)	☐ Water Shut-Off
_	☐ Alter Casing	☐ Fracture Treat		☐ Reclam		■ Well Integrity
☐ Subsequent Report	☐ Casing Repair	_	New Construction	☐ Recomp		☐ Other
☐ Final Abandonment Notice	☐ Change Plans		Plug and Abandon	-	arily Abandon	
13. Describe Proposed or Completed Ope	Convert to Inject		Plug Back	■ Water I		
Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fit COG Operating LLC, respectf Beeson #1 Battery Producing Formation: Graybu Amout Produced: 7 bbl per m Water stored in 100 bbl Water This water is hauled to a public Empire Area wells inclued the Blue Streak Federal 1 SWD -	operations. If the operational operations of the operation of the operatio	tion results in a mile be filed only after ter dispoal me	ultiple completion or rec r all requirements, inclu thod for the followir	completion in a liding reclamation and battery:	new interval, a Form 316 n, have been completed, Accepted NMC	for record CD FI 2/27/13
, , ,	Electronic Submiss For C nmitted to AFMSS for	ion #196227 ve OG OPERATIN processing by	rified by the BLM Wo G LLC, sent to the C KURT SIMMONS on Title PREP	02/06/2013 (1	n System 3KMS4829SE)	
Signature (Electronic S			Date 02/05/			
	THIS SPAC	E FOR FEDE	RAL OR STATE	OFFICE U	SE	
_Approved_By_JERRY_BLAKLEY	Jeny /	Stale	TitleLEAD P	T AP	PROVED	Date 02/23/2013
Conditions of approval, if any, are attache certify that the applicant holds legal or ear which would entitle the applicant to conde	itable title to those rights of operations thereon.	in the subject lea	se Office Carlsb			
Fitle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, ma statements or representati	ke it a crime for a ons as to any mat	ny person knowingly a ter within its jurisdiction	1.		<u>-</u>
** BLM REV	ISED ** BLM REV	ISED ** BLM	, I REVISED ** BL	BUREAU M REVISE	JE LAND MANAGEM SBABLIM REVISE	D**

Additional data for EC transaction #196227 that would not fit on the form

32. Additional remarks, continued

Chase 21 State Com 1 SWD - 30-015-30874 SWD-1007 Big George SWD 3 - 30-015-28759 SWD-611 Muskegon 16 State Com 1 SWD - 30-015-27108 SWD-624

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

Disposal of Produced Water From Federal Wells Conditions of Approval

Approval of the produced water disposal methodology is subject to the following conditions of approval:

- 1. This agency shall be notified of any change in your method or location of disposal.
- 2. Compliance with all provisions of Onshore Order No. 7.
- 3. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 5. All above ground structures on the lease shall be painted Shale Green (5Y 4/2), or as per approved APD stipulations. This is to be done within 90 days, if you have not already done so.
- 6. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
- 7. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 8. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.
- 9. This **approval is for produced water disposal only** and any hydrocarbons removed from lease by this method will be subject to royalty payment as well as other enforcement actions as necessary.
- 10. Disposal at any other site will require prior approval.
- 11. Subject to like approval by NMOCD.

2/16/2013