

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
OCD ArtesiaFORM 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.
NMLC029419A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other8. Well Name and No.
SKELLY UNIT 6112. Name of Operator
COG OPERATING LLCContact: KANICIA CASTILLO
E-Mail: kcastillo@conchoresources.com9. API Well No.
30-015-368873a. Address
ONE CONCHO CENTER 600 W. ILLINOIS AVENUE
MIDLAND, TX 797013b. Phone No. (include area code)
Ph: 432-685-433210. Field and Pool, or Exploratory
FREN; GLORIETA-YESO

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 22 T17S R31E Mer NMP 2380FNL 990FEL

11. County or Parish, and State

EDDY COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Venting and/or Flaring |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> 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 recompleat 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 recompleat 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 at the Skelly Unit #611 Battery.

Number of wells to flare: (48)

See attachment for API #'s.

502 Oil/Day
1888 MCF/Day

Requesting 90 day approval from 6/20/13 to 9/20/13

**SUBJECT TO LIKE
APPROVAL BY STATE****RECEIVED**
AUG 20 2013
SEE ATTACHED FOR
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #210729 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 PREPARER

Signature (Electronic Submission)

Date 06/14/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would enable the applicant to conduct operations thereon.

Office

APPROVED

AUG 17 2013

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

Additional data for EC transaction #210729 that would not fit on the form

32. Additional remarks, continued

Due to DCP Shut in.

Schematic attached.

Flare Request Form

| | | | |
|--------------------|-----------------------------|--------------------------|--------------------------|
| Battery- | Skelly #611 | | |
| Production- | 502 oil, 5057 wtr, 1888 mcf | | |
| Total BTU of Htrs- | 1,500,000 | | |
| Flare Start Date- | 6/13/2013 | Flare End Date- | 9/13/2013 |
| UL Sec-T-R- | Unit I, Sec.22-T17S-R31E | GPS- | N 32 49.155 W 103 51.127 |
| # of wells in bty- | 48 | # of wells to be flared- | 48 |
| Reason For Flare- | Frontier Curtailment | | |
| | | | |

Site Diagram



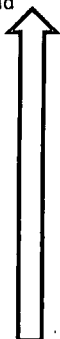
Skelly #611
Pumping Unit



Flare



Road



Wells and API's on 2nd tab

Battery Name

| Well # | API Number |
|--------|----------------|
| 605 | 30-015-36885 ✓ |
| 620 | 30-015-36779 ✓ |
| 621 | 30-015-36832 ✓ |
| 622 | 30-015-36831 ✓ |
| 623 | 30-015-36833 ✓ |
| 624 | 30-015-36780 ✓ |
| 633 | 30-015-36966 ✓ |
| 641 | 30-015-39696 ✓ |
| 642 | 30-015-37613 ✓ |
| 651 | 30-015-38224 ✓ |
| 654 | 30-015-37979 ✓ |
| 658 | 30-015-37980 ✓ |
| 659 | 30-015-39697 ✓ |
| 685 | 30-015-37222 ✓ |
| 967 | 30-015-35871 ✓ |
| 969 | 30-015-35867 ✓ |
| 971 | 30-015-35947 ✓ |
| 974 | 30-015-36597 ✓ |
| 991 | 30-015-36471 ✓ |
| 992 | 30-015-36598 ✓ |
| 993 | 30-015-36472 ✓ |
| 604 | 30-015-36445 ✓ |
| 609 | 30-015-36886 ✓ |
| 610 | 30-015-36888 ✓ |
| 611 | 30-015-36887 ✓ |
| 627 | 30-015-36968 ✓ |
| 628 | 30-015-36981 ✓ |
| 629 | 30-015-36964 ✓ |
| 632 | 30-015-36974 ✓ |
| 942 | 30-015-34645 ✓ |
| 977 | 30-015-36061 ✓ |
| 981 | 30-015-36516 ✓ |
| 982 | 30-015-36515 ✓ |
| 986 | 30-015-36446 ✓ |
| 988 | 30-015-36880 ✓ |
| 600 | 30-015-36470 |
| 601 | 30-015-36447 |
| 602 | 30-015-36596 |
| 606 | 30-015-36765 |
| 607 | 30-015-36764 |
| 608 | 30-015-36766 |
| 625 | 30-015-36967 |
| 626 | 30-015-36980 |
| 704 | 30-015-38054 |
| 972 | 30-015-36184 |

| | |
|-----|--------------|
| 973 | 30-015-36283 |
| 985 | 30-015-36454 |
| 999 | 30-015-36475 |

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

6/27/2013

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.

JDB6272013