

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.
NMLC029418A

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.
Nm 71030C

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other8. Well Name and No.
SKELLY UNIT 9892. Name of Operator
COG OPERATING LLCContact: CHASITY JACKSON
E-Mail: cjackson@concho.com9. API Well No.
30-015-364983a. Address
ONE CONCHO CENTER 600 W. ILLINOIS AVE
MIDLAND, TX 797013b. Phone No. (include area code)
Ph: 432-686-308710. Field and Pool, or Exploratory
FREN

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

Sec 23 T17S R31E Mer NMP SENW 1980FNL 1649FWL

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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input checked="" 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 requests this water disposal method for the following battery.

Skelly Unit 989 Battery location.

Producing Formation: Fren;Glorieta Yeso

Amount Produced: 759 BWPD

Water stored in 500 bbl Water Tank

Water is transferred by 4" DR9 Polypipe to COG's 8" main line water system. The water doesn't go to a particular well, it is distributed into the main water system and is distributed into either the Jenkins B Water Flood WFX-861 or the

disposal wells in the system at the Empire Area. The Empire Area wells include the following:

GJ West Coop Unit Water Flood WFX-245-0

Chase 21 State Com 1 SWD - 30-015-30874 SWD-1007

Big George SWD 3 - 30-015-28759 SWD-611

NM OIL CONSERVATION
ARTESIA DISTRICT

OCT 27 2014

RECEIVED

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

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

Electronic Submission #253929 verified by the BLM Well Information System
For COG OPERATING LLC, sent to the Carlsbad
Committed to AFMSS for processing by LINDA DENNISTON on 09/18/2014 ()

Name (Printed/Typed) CHASITY JACKSON

Title PREPARER

Signature (Electronic Submission)

Date 07/21/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE APPROVED

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 entitle the applicant to conduct operations thereon.

Office

SEP 18 2014

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 statement or representation to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

JAMES A. AMOS
SUPERVISOR-EPS**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

Additional data for EC transaction #253929 that would not fit on the form

32. Additional remarks, continued

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. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
7. 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.
8. Disposal at any other site will require prior approval.
9. Subject to like approval by NMOCD.

7/10/14

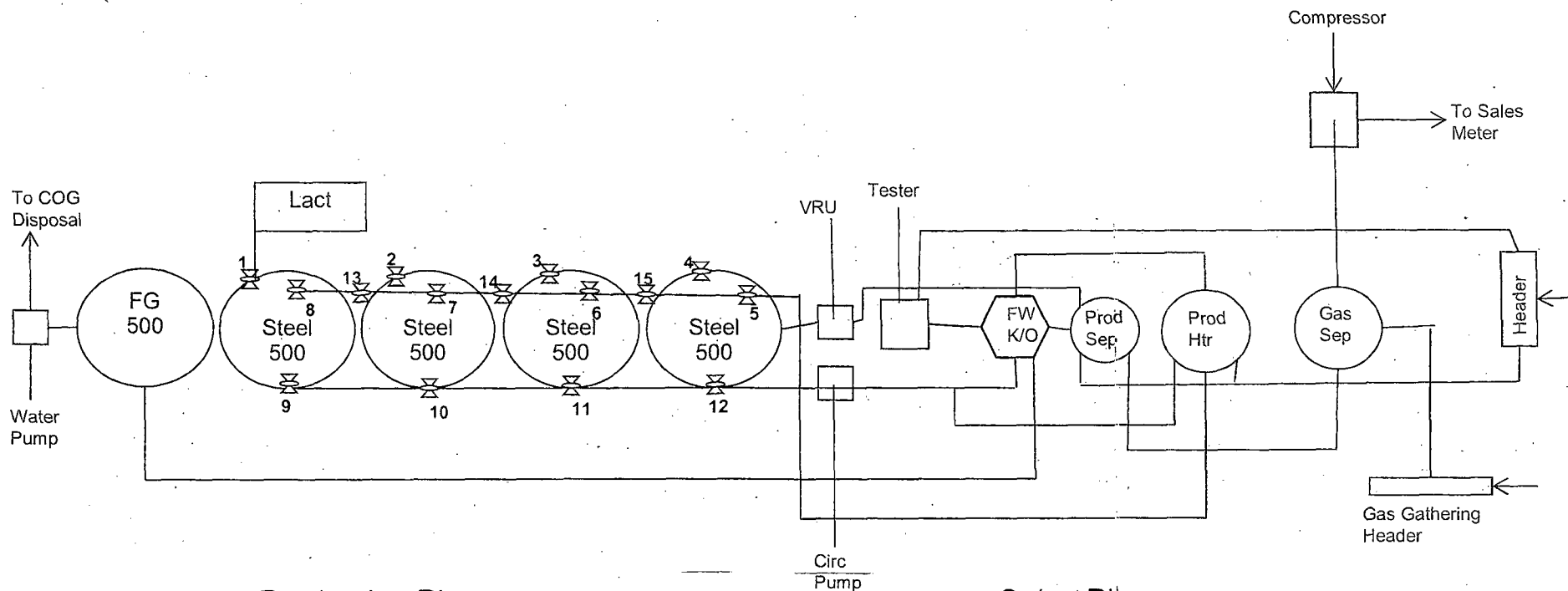
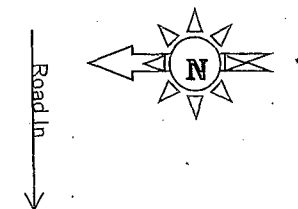
COG OPERATING LLC

One Concho Center
600 W. Illinois Ave Midland, Texas 79701
(432)-683-7443

July 2014

Skelly Unit No. 989

1980'FNL, 1649'FWL * Sec 23-17S-31E * Unit F
Eddy County, NM
API - 30-015-36498



Production Phase:

Valves: #1,2,3,4 Closed
Valves: #5,6,7,8 Open
Valves: #9,10,11,12 Open
Valves: #13,14,15 Open

Sales Phase:

Valves: #1,2,3,4 Open
Valves: #5,6,7,8 Closed
Valves: #9,10,11,12 Closed
Valves: #13,14,15 Closed

Accepted for Record Purposes.

Approval Subject to Onsite Inspection

Date: 9/18/14
[Signature]

Wells to Battery:

Skelly 612,613,614,615,616,630,631,634,743,766,788,791,794,795,799,975,803,806,807,814,983,984,989,990