Form 3160-5 **UNITED STATES** (August 2007) DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** Lease Serial No. NMNM114349 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. 1. Type of Well Well Name and No JACK FEDERAL 3H ☑ Oil Well ☐ Gas Well ☐ Other Name of Operator Contact: STORMI DAVIS API Well No. COG OPERATING LLC E-Mail: sdavis@concho.com 30-015-42133

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

Ph: 575-748-6946

3b. Phone No. (include area code)

TYPE OF SUBMISSION	TYPE OF ACTION							
☐ Notice of Intent ☑ Subsequent Report ☐ Final Abandonment Notice	☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Change Plans ☐ Convert to Injection	☐ Deepen ☐ Fracture Treat ☐ New Construction ☐ Plug and Abandon ☐ Plug Back	☐ Production (Start/Resume) ☐ Reclamation ☐ Recomplete ☐ Temporarily Abandon ☑ Water Disposal	☐ Water Shut-Off ☐ Well Integrity ☐ Other				

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 recomplete 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 recompletion 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.)

Required Information for the Disposal of Produced Water:

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

Sec 31 T25S R27E NENW 206FNL 2360FWL

- 1) Name of formation producing water on lease: Bone Spring
- Amount of water produced in barrels per day: 1200 BWPD
- How water is stored on lease: 2 500 bbl fiberglass tanks
- 4) How water is moved to disposal facility: Pipeline

Disposal Facility:

3a. Address

2208 WEST MAIN

ARTESIA, NM 88210

a) Facility Operator Name: COG Operating LLC

b) Name of facility or well name & number. Cottonwood 36 State SWD #1 (SWD-1226-A)

Type of facility of well: WDW

d) Location by 1/4, 1/4, Section, Township & Range: NESW, 36-T25S-R26E

SEE ATTACHED FOR CONDITIONS OF APPROVAL

FORM APPROVED ...

OMB NO. 1004-0135

Expires: July 31, 2010

10. Field and Pool, or Exploratory

11. County or Parish, and State

EDDY COUNTY, NM

WILDCAT: BONE SPRING

14. I hereby certify that	the foregoing is true and correct. Electronic Submission #288773 verifie For COG OPERATING L Committed to AFMSS for processing	LC. ser	t to the Carlsbad	_			
Name(Printed/Typed)	STORMI DAVIS	Title	Title PREPARER				
Signature	(Electronic Submission)	Date	01/21/2015		APPROVED		
	THIS SPACE FOR FEDERA	L OR	STATE OFFICE	USE			1
Approved By		Title		H	FEB	6 2015 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		1	JAMES SUPERV	A. AMOS /ISOR-EPS	

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

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