## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

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DRY NOTICES	AND REPOR	RTS ON WELLS	7 XI (CS

SUND

5. Lease Serial No. NMNM121474

abandoned we	6. H'Indian, Allottee	6. If Indian, Allottee or Tribe Name			
. SUBMIT IN TRI	7. If Unit or CA/Agre NMNM126824	7. If Unit or CA/Agreement, Name and/or No. NMNM126824			
1. Type of Well		8. Well Name and No. COPPERHEAD 31 FED COM 1H			
2. Name of Operator	9. API Well No.				
COG PRODUCTION LLC		30-015-38532-00-\$1			
3a. Address 2208 W MAIN STREET ARTESIA, NM 88210		o. Phone No. (include area code h: 432-221-0467		10. Field and Pool, or Exploratory DELAWARE RIVER	
4. Location of Well (Footage, Sec., T	11. County or Parish,	11. County or Parish, and State			
Sec 31 T26S R29E SESE Lot	EDDY COUNT	EDDY COUNTY, NM			
12. CHECK APPE	ROPRIATE BOX(ES) TO IN	NDICATE NATURE OF	NOTICE, REPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION	TYPE OF 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	Other.	
☐ Final Abandonment Notice	Change Plans	☐ Plug and Abandon	□ Temporarily Abandon	Venting and/or Flari	
	□ Convert to Injection	Plug Back	■ Water Disposal	-	
determined that the site is ready for five COG Operating LLC respectful from 3/2/16 to 5/31/16	nal inspection.) Illy request to flare at the Cop	operhead 31 Fed Com #1I	NM OI	_	
# of wells to flare: 2, 30-015-38	8532, 30-015-39791		· ART	ESIANSERIA	
bbls oil/day: 61 mcf/day: 900			SEE ATTACHED FOR MAR 2 9 SEE ATTION		
# of wells to flare: 2, 30-015-38532, 30-015-39791  bbls oil/day: 61 mcf/day: 900  Reason: midstream gas curtailment  SEE ATTACHED FOR MAR 2 OF STRICT TOW  Received to recognition to the control of the					
	<u></u>	33015	· · · · · · · · · · · · · · · · · · ·	√U	
14. I hereby certify that the foregoing is	Flectronic Submission #3326	UCTION LLC. sent to the C	Carlsbad′ :/ / /		
Name (Printed/Typed) BRIAN MA		1	RIZED REPRESENTATIVE		
Signature (Electronic Submission)			03.02.20.10		
	THIS SPACE FOR	FEDERAL OR STATE	OFFICE USE 1 9 2816		
Approved Dy	•	Title	1/000/1-1/		
Approved By	Approval of this notice does not	Title	BUREAU OF LAND KAN GEM		
Conditions of approval, if any, are attached ertify that the applicant holds legal or equivalent would entitle the applicant to condu-	itable title to those rights in the subjet operations thereon.	ject lease Office	CARLSBAD FIND ACTOR		
Fitle 18 U.S.C. Section 1001 and Title 43 I States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a crim tatements or representations as to a	e for any person knowingly and ny matter within its jurisdiction.	willfully to make to any department or	agency of the United	

## 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.
- 9. 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: