Form 3160-5 (August 2007)

#### **UNITED STATES** DEPARTMENT OF THE INTERIOR

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

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## **BUREAU OF LAND MANAGEMENT**

5 Lease Serial No.

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.  SUBMIT IN TRIPLICATE - Other instructions on reverse side.			NMLC028784E	NMLC028784B  6. If Indian, Allottee or Tribe Name  7. If Unit or CA/Agreement, Name and/or No. NMNM88525X	
			6. If Indian, Allottee		
			7. If Unit or CA/Agr NMNM88525X		
I. Type of Well ☐ Gas Well ☐ Other .				8. Well Name and No. BURCH KEELY UNIT 411	
2. Name of Operator Contact: KANICIA CASTILLO COG OPERATING LLC E-Mail: kcastillo@concho.com			9. API Well No.     30-015-36263-	9. API Well No. 30-015-36263-00-S1	
3a. Address 3b. Phone No. (incl 600 W ILLINOIS AVENUE Ph: 432-685-43 MIDLAND, TX 79701			10. Field and Pool, or Exploratory BURCH KEELY-GLORIETA-UPPER Y		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Parish	11. County or Parish, and State	
Sec 18 T17S R30E Lot 2 1910FNL 990FWL			EDDY COUNT	Y, NM	
12. CHECK APPI	ROPRIATE BOX(ES) TO	O INDICATE NATURE OF 1	NOTICE, REPORT, OR OTHE	ER 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	U	
following completion of the involved	ally or recomplete horizontally, the will be performed or provide operations. If the operation recomment Notices shall be filmal inspection.)  ully request to flare at the 0-015-39523	give subsurface locations and measurface locations and measurface from the BLM/BLA sults in a multiple completion or record only after all requirements, include Burch Keely Unit 18A Battery	red and true vertical depths of all pert.  Required subsequent reports shall bompletion in a new interval, a Form 31 ling reclamation, have been completed.	inent markers and zones, e filed within 30 days 60-4 shall be filed once , and the operator has	
BURCH-KEELY UNIT #573 30	0-015-40269	SI	EE ATTACHED FO	)R	
BURCH-KEELY UNIT #559 30 BURCH-KEELY UNIT #552 30	)-015-39317 <b>~</b>	C	ONDITIONS OF A	·	
BURCH-KEELY UNIT #552 30 BURCH-KEELY UNIT #570 30 BURCH-KEELY UNIT #412 30	)-015-40267	ONSERVA	TION	IIKOVAL	
BURCH-KEELY UNIT #561 30	0-015-39318	ARTESIA DISTRICT		Ā	

BURCH-KEELY UNIT #934H 30-015-42758 BURCH-KEELY UNIT #939H (FKA 18-2H) 30-015-39573 Accepted For Record JUL 1 1 2016 NMOCD true and correct.

Electronic Submission #341540 verified by the BLM Well Information System 14. I hereby certify that the foregoing is true and correct

For COG OPERATING LLC, sent to the Carlsbad

Committed to AFMSS for processing by PRISCILLA PEREZ on 06/13/2016 (16PP)472SE) Name (Printed/Typed) KANICIA CASTILLO PREPARER Signature (Electronic Submission) Date 06/09/2016

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By Conditions of approval, if any, are attached. Approval of this notice does not warrant or Title

CARLSBAD / IELD OFFICE

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

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.

#### Additional data for EC transaction #341540 that would not fit on the form

#### 32. Additional remarks, continued

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BURCH-KEELY UNIT #556 30-015-39907—BURCH-KEELY UNIT #572 30-015-40268—BURCH-KEELY UNIT #582 30-015-40272—BURCH-KEELY UNIT #582 30-015-40272—BURCH-KEELY UNIT #584 30-015-39869—BURCH-KEELY UNIT #548 30-015-39442—BURCH-KEELY UNIT #548 30-015-39566—BURCH-KEELY UNIT #549 30-015-39566—BURCH-KEELY UNIT #417 30-015-36181—BURCH-KEELY UNIT #549 30-015-39522—BURCH-KEELY UNIT #557 30-015-39755—BURCH-KEELY UNIT #563 30-015-39870—BURCH-KEELY UNIT #578 30-015-39870—BURCH-KEELY UNIT #578 30-015-39539—BURCH-KEELY UNIT #563 30-015-39444—400 Oil
     1050 MCF
     Requesting 90 flare approval from 6/14/16 to 9/12/16.
    Due to: Frontier shut in to replace main valve.
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# 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.