| | UNITED STATES EPARTMENT OF THE INTERIOR | | | | |
|---|---|--|---|---|---|
| Form 3160-5 (June 2015) DE B ¹ | UNITED STATE EPARTMENT OF THE I UREAU OF LAND MANA | S NTERIOR GEMENT | ATESIA DIS | TRIC FORI OMB 2016 Expires: | M APPROVED NO. 1004-0137 January 31, 2018 |
| SUNDRY Do not use this | NTERIOR GEMENT DRTS ON VIENISOCDMAR, 1 2, 201 O drill or to re-enter an D) for such providentia | | 5. Lease Serial No. NMNM04291 | Lease Serial No. NMNM0429170 If Indian, Allottee or Tribe Name | |
| | | · · · · · · · · · · · · · · · · · · · | m <u>zece</u> | - ⁰ | reement, Name and/or No |
| - | TRIPLICATE - Other ins | tructions on page 2 | <u></u> | 7. If Unit of CA/Ag | reement, Name and/or No |
| 1. Type of Well Gas Well Other | | | 8. Well Name and No. SOLUTION FEDERAL COM 3H | | |
| 2. Name of Operator COG OPERATING LLC Contact: CATHY SI E-Mail: cseely@concho.com | | | 30-015-43227 | | |
| 3a. Address 2208 W MAIN STREET ARTESIA, NM 88210 | 3b. Phone No. (include a Ph: 575-748-1549 | rea code) | 10. Field and Pool of PARKWAY B | 10. Field and Pool or Exploratory Area PARKWAY BONE SPRING | |
| 4. Location of Well (Footage, Sec., 7 |) | | 11. County or Paris | 11. County or Parish, State | |
| Sec 5 T20S R30E NENW 190 32.609135 N Lat, 103.995455 | | | EDDY COUN | EDDY COUNTY, NM | |
| 12. CHECK THE AI | PPROPRIATE BOX(ES) | TO INDICATE NAT | URE OF NOT | TICE, REPORT, OR O | THER DATA |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | ON | |
| 🛛 Notice of Intent | | Deepen | | oduction (Start/Resume) | □ Water Shut-Off |
| Subsequent Report | Alter Casing | Hydraulic Fra | | eclamation | U Well Integrity |
| ☐ Final Abandonment Notice | Casing Repair | Change Plans Dug and Abandon Temporarily Abandon | | • | ☑ Other Venting and/or Fl |
| | Convert to Injection | | | ng | |
| following completion of the involved testing has been completed. Final Al determined that the site is ready for f COG OPERATING LLC RESI | bandonment Notices must be fi final inspection. | ed only after all requiremen | ts, including recla | amation, have been complete | d and the operator has |
| FROM 1/22/18 TO 4/22/18. | | | • | | |
| # OF WELLS TO FLARE: 1 SOLUTION FED COM 3H: 30 |)-015-43227 | ar a servis de | INNERAC | THAT POIL | |
| BBLS OIL/DAY: 40 MCF/DAY: 180 | | CONNETIONS OF APPROVAL | | | |
| REASON: UNPLANNED MID | STREAM CURTAILMEN | Г | - / | 2000 | |
| | | FO | RRECO | rds only | |
| 14. I hereby certify that the foregoing is | Electronic Submission # For COG (Committed to AFMSS fo | or processing by PRISC | LLA PEREZ or | 1 01/17/2018 () | |
| Name (Printed/Typed) CATHY S | <u>SEELY</u> | Title | ENGINEERIN | GIECH FILLING | |
| Signature (Electronic | Submission) | Date | 01/15/2018 | MAR | |
| | THIS SPACE F | DR FEDERAL OR S | | | |
| Approved By | | Title | | BUREARUSE TAND TAND | AGEINABAte |
| Conditions of approval, if any, are attached certify that the applicant holds legal or eq which would entitle the applicant to cond | uitable title to those rights in th | s not warrant or | | CARLESDAD NELCO | |
| Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent | | | | y to make to any department | or agency of the United |
| (Instructions on page 2) ** OPERA | TOR-SUBMITTED ** C | PERATOR-SUBMIT | | RATOR-SUBMITTE | D** / |
| | | | | | - // |

.

ų ž

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

Condition of Approval to Flare Gas

- 1. Subject to like approval from NMOCD
- 2. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08
- 3. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 4. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.
- 5. "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.
- 6. This approval does not authorize any additional surface disturbance.

43CFR §3162.7-1 Disposition of production.

(a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas, and sulphur produced from the leased land.

(d) The operator shall conduct operations in such a manner as to prevent avoidable loss of oil and gas. A operator shall be liable for royalty payments on oil or gas lost or wasted from a lease site, or allocated to a lease site, when such loss or waste is due to negligence on the part of the operator of such lease, or due to the failure of the operator to comply with any regulation, order or citation issued pursuant to this part.