Form 3160-5 (June 2015)

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

FORM APPROVED OMB NO. 1004-0137

Expires: January 31, 2018

5. Lease Serial No. NMNM120895

SUNDRY NOTICES AND REPORTS ON MELLS Do not use this form for proposals to driffer to be detectant. ICIO OF BUtthdian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals.						
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No.	
Type of Well Gas Well □ Other					8. Well Name and No. PATRON 23 FEDERAL 1H	
2. Name of Operator Contact: CATHY SEELY XTO ENERGY INCORPORATED E-Mail: CSEELY@CONCHO.COM					9. API Well No. 30-015-36776-00-S1	
3a. Address 6401 HOLIDAY HILL ROAD B MIDLAND, TX 79707	3b. Phone No. (include area code) Ph: 575-748-1549			10. Field and Pool or Exploratory Area WILLOW LAKE-BONE SPRING		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State	
Sec 23 T25S R29E NWNW 990FNL 560FWL 32.120049 N Lat, 103.961926 W Lon					EDDY COUNTY, NM	
12. CHECK THE AP	PROPRIATE BOX(ES)	TO INDICA	ΓΕ NATURE OI	F NOTICE,	REPORT, OR OTH	ER DATA
TYPE OF SUBMISSION	ISSION TYPE OF ACTION					
Notice of Intent ■ Notice of Intent Notice of Inten	☐ Acidize	□ Deep	oen	☐ Producti	ion (Start/Resume)	■ Water Shut-Off
_	□ Alter Casing	☐ Hyd	raulic Fracturing	☐ Reclama	ation	■ Well Integrity
☐ Subsequent Report	☐ Subsequent Report ☐ Casing Repair		Construction	□ Recomp	lete	☑ Other Venting and/or Flari
☐ Final Abandonment Notice	□ Change Plans	Plug	□ Plug and Abandon		arily Abandon	ng
	☐ Convert to Injection	Plug	Back	☐ Water Disposal g date of any proposed work and appro		
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 must 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 must be filed once testing has been completed. Final Abandonment Notices must 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 REQUEST TO FLARE AT THE PATRON 23 FEDERAL #1H. FROM 5/3/18 TO 8/1/18. # OF WELLS TO FLARE: 2 PATRON 23 FEDERAL #2H: 30-015-42449 PATRON 23 FEDERAL #1H: 30-015-36776 BBLS OIL/DAY: 20 MCF/DAY: 1,100 PISTRIOT: 1, 100						
DISTRICT II-ARTESIA O.C.D.						
14. I hereby certify that the foregoing is true and correct. Electronic Submission #419441 verified by the BLM Well Information System For XTO ENERGY INCORPORATED, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 05/10/2018 (18PP1669SE) Name (Printed/Typed) CATHY SEELY Title ENGINEERING TECH						
						·
Signature (Electronic Submission) Date				018		
****	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE U	SE	
_Approved By/s/ Jonathon Shepard			Title 5.77	OLEUM S	NOWLES	5 31/18 Date
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu-	Office G	<u>`</u>				
Fitle 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 #419441 that would not fit on the form

32. Additional remarks, continued

REASON: UNPLANNED MIDSTREAM CURTAILMENT

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. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
- All flaring under this request is considered to be "avoidably lost":
 Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179.
 Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".

Exceptions:

- a. The first 24 hours of a <u>temporary emergency flare</u> is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.103 3179.105.