Form 3 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS OF THE SECOND SUNDRY NOTICES AND REPORTS OF THE SECOND SUPPLY SUPP

6. If Indian, Allottee or Tribe Name

| The Coad | | | | | | | |
|--|--|----------|------------------------------------|--|---|---------------------------------|--|
| SUBMIT IN TRIPLICATE - Other instructions on page 2 | | | | | 7. If Unit or CA/Agreement, Name and/or No. | | |
| 1. Type of Well ☐ Gas Well ☐ Other | | | | | 8. Well Name and No. HOLLY 5 FEDERAL 2H | | |
| Name of Operator Contact: KRISTINA AGEE EOG RESOURCES INCORPORATEDE-Mail: kristina_agee@eogresources.com | | | | | 9. API Well No. 30-015-36411-00-S1 | | |
| 3a. Address | 3b. Phone No. (include area code) Ph: 432-686-6996 | | | 10. Field and Pool or Exploratory Area SAND TANK | | | |
| MIDLAND, TX 79702 | · · · · · · · · · · · · · · · · · · · | | | 11. County or Parish, State | | | |
| 4. Location of Well (Footage, Sec., T Sec 5 T18S R30E SESW 580 | , | | | EDDY COUNTY, NM | | | |
| 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | | | | | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | | |
| Notice of Intent | Acidize | ☐ Deepen | | ☐ Production (Start/Resume) ☐ Reclamation | | ☐ Water Shut-Off | |
| ☐ Subsequent Report | Subsequent Report Alter Casing | | Hydraulic Fracturing | | | ☐ Well Integrity | |
| ☐ Final Abandonment Notice | Change Plans | _ | v Construction | Recomp | | ☑ Other Venting and/or Flari | |
| T man Abandonment Notice | ☐ Change Plans ☐ Convert to Injection | ☐ Plu | g and Abandon | ☐ Water D | arily Abandon | n ng | |
| 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. EOG IS REQUESTING PERMISSION TO FLARE ON THE BELOW LISTED WELLS. GAS WILL BE MEASURED PRIOR TO FLARING 03/17/19-09/17/19 DUE TO MID-STREAM VOLATILITY HOLLY 5 FED 3H FL 61687050 | | | | | | | |
| HOLLY 5 FEDERAL 2H 3001536411 HOLLY 5 FEDERAL 3H 3001536916 | | | Accepted for record APR 0 1 2019 | | | | |
| h and a second s | | | | | MOCD | | |
| 41910ADISTRICT II-ARTESIA O.C | | | | | | | |
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #458049 verified by the BLM Well Information System For EOG RESOURCES INCORFORATED, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 03/15/2019 (19PP1385SE) | | | | | | | |
| Name(Printed/Typed) KRISTINA AGEE | | | Title SR. REGULATORY ADMINISTRATOR | | | | |
| Signature (Electronic Submission) | | | Date 03/14/2019 | | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | | | |
| Approved By /s/ Jonat Conditions of approval, if any, are attached sertify that the applicant holds legal or equivalent would entitle the applicant to conduct | | | ngineer Id Office | MAR 1 5 2019 Date | | | |
| Citle 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

Conditions of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission.
- 2. All flaring under this request is considered to be "avoidably lost" per 43 CFR 3179.4(a)(2)(i iii). Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "33".

Exceptions:

- a. The first 24 hours of a temporary emergency flare is considered "unavoidably lost" and is therefore royalty free (43 CFR 3179.103(a)). 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, 3179.101 3179.104.