Form 3160-5 (Adgust 2007)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS OCD-ARTESIA Lease Serial No. NMLC028793A ~ Do not use this form for proposals to drill or to re-enter an 6 If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. Type of Well Well Name and No. BKU 19-A PRODUCTION FACILITY 643 Oil Well Gas Well Other Burch Keely Unit
API Well No. Name of Operator Contact. KACIE CONNALLY COG OPERATING LLC 30-015-39570 E-Mail: kconnally@concho com 10. Field and Pool, or Exploratory
GRAYBURG JACKSON; SRQGSA Address 550 W. TEXAS, SUITE 100 MIDLAND, TX 79701 3b Phone No. (include area code) Ph: 432-221-0336 4. Location of Well (Footage, Sec., T, R., M., or Survey Description) 11. County or Parish, and State Sec 19 T17S R30E SENW 1535FNL 2310FWL EDDY COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION □ Water Shut-Off ☐ Production (Start/Resume) ☐ Acidize □ Deepen Notice of Intent ☐ Well Integrity ☐ Alter Casing ☐ Fracture Treat Reclamation Subsequent Report ☐ Casing Repair New Construction □ Other ☐ Recomplete Final Abandonment Notice ☐ Change Plans ☐ Plug and Abandon ☐ Temporarily Abandon ■ Water Disposal Convert to Injection Plug Back Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. 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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall 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 respectfully requests permission to construct a 300' x 60' tank battery (BKU 19-A Production Facility) at the Burch Keely Unit #643. Attached for your review are a Battery Plat, Battery Diagram and the Battery Layout. MAY 29 2012 Accepted for record NMOCD ARTESIA NMOCDIES/29/2012

	14 I hereby certify	y that the foregoing is true and correct  Electronic Subm  Fo	ission #136111 verified by r COG OPERATING LLC,	y the sent	BLM Well Information Syste	m	•
	Name (Printed/1	Typed) KACIE CONNALLY	Tit	tle	PERMITTING TECH		
	Signature	(Electronic Submission)	. Da	ate	04/23/2012	7	
		THIS SP	ACE FOR FEDERAL (	OR :	STATE OFFICE USE		
, '	Approved By	Cedy 1: Layles	T	itle	MR	D	ate 05/23/12
	certify that the applic	ral, n any, are attached. Approval of this recent holds legal or equitable title to those rethe applicant to conduct operations thereor	ghts in the subject lease	Office	CFO,		

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

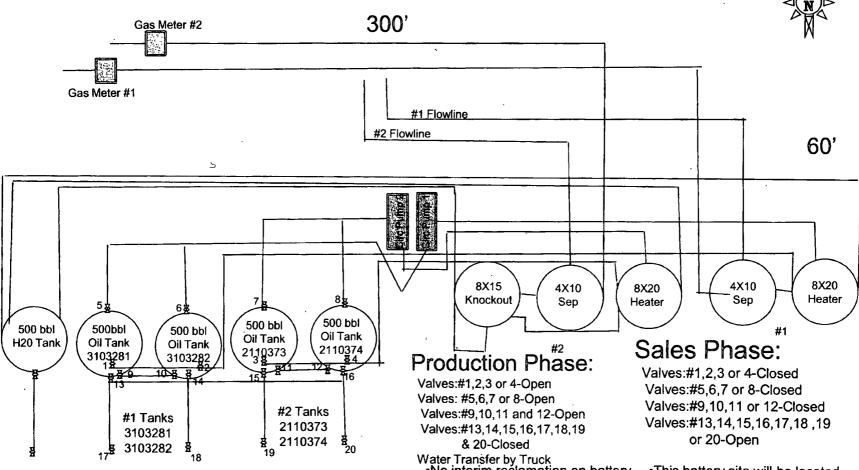
SECTION 19, TOWNSHIP 17 S	SOUTH, R	ANGE 30	EAST	, N.M.P.	. <b>M</b> .
"1914" B.C. 13   18		,		1/4 CC BLM "19 114.3' B.C.	PR.
N89'47'24"E 2	?443.4'	1		(TIE)	
24/ 19 DESCRIPTION:					į.
DESCRIPTION:  A PROPOSED PRODUCTION FACILITY SITUATEL QUARTER OF SECTION 19, TOWNSHIP 17 SOU N.M.P.M., EDDY COUNTY, NEW MEXICO AND E PARTICULARLY DESCRIBED AS FOLLOWS:	TH, RANGE 30 EA	EST IST,			
BEGINNING AT THE NORTHEAST CORNER OF PRODUCTION FACILITY, WHICH LIES S89'47'24 S00'12'36"E 1375.5 FEET FROM THE NORTH S00'00'08"E 50.0 FEET; THEN S89'59'52"E NOO'00'08"W 50.0 FEET; THEN N89'59'52"E OF BEGINNING, CONTAINING 0.34 ACRES MOR	"W 114.2 FEET AI QUARTER CORNER 300.0 FEET; THEN 300.0 FEET TO TH	; THEN	<i>\range</i>	[2]	HE.
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1928 1938 1938			S0012'36"E	1375 5	
<u>M</u> , <u>t</u>				5	
PRODUC	KEELY UNIT 19A CTION FACILITY 34 ACRES				
roleo N	100°00'08"W	N89°59'52"	E 300.0'	S00°00'0	08"E
R-30-E	50.0'	7		50.0'	
~ [~	•	S89°59'52"\	W 300.0'	1	i
 	WELL PAD		KEELY O 43 WELL	       	
	ε_		<del></del>	<u> </u>	
1/4 COR.  GLO "1914"  B C.		ð	-4-W ELECTF	RIC LINE	
NOTE					
BEARINGS SHOWN HEREON ARE MERCATOR CRID AND CONFORM TO THE NEW MEXICO COORDINATE SYSTEM "NEW MEXICO EAST ZONE" NORTH AMERICAN DATUM 1983 DISTANCES ARE SURFACE VALUES.	<u>L1</u>	EGEND			ED.
I, RONALD J. EIDSON, NEW MEXICO PROFESSIONAL SURVEYOR NO. 3239, DO HEREBY CERTIFY THAT THIS SURVEY PLAT AND THE ACTUA	ı	<ul> <li>DENOTES</li> </ul>	SET SPIKE	NAIL	
SURVEY ON THE GROUND UPON WHICH IT IS BASED WERE PERFORMED		0		200	400 Feet
BY ME OR UNDER MY DIRECT SUPERVISION; THAT I AM RESPONSIBLE FOR THIS SURVEY; THAT THIS SURVEY MEETS THE MINIMUM	, · = = :	Scal	'e: 1"=200'		
STANDARDS FOR SURVEYING IN NEW MEXICO; AND THAT IT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.	COG	OPE	RAT	ring	$\overline{LLC}$
RONALD J. EIDSON	<del></del>				PRODUCTION
DATE:		TY AT THE B			
PROVIDING SURVEYING SERVICES		TUATED IN T SHIP 17 SOUT			
JOHN WEST SURVEYING COMPANY		EDDY COU	JNTY, NE	W MEXICO	)
412 N. DAL PASO HOBBS, N.M. 88240	Survey Date: 4,	<del></del>		2: 4/22/12	Drawn By: DSS
(575) 393-3117 www.jwsc.biz © DonnoS\Frac Pits Well Pads Flare Tracts\2012\12110827 COG BKU 19A Prod	W.O. No.: 12110 Juction Facility S19 T		Kel.	. W.O.:	Sheet 1 of 1

### COG OPERATING LLC

550 W. Texas Ave Ste 100 Midland, Texas 79701 (432)-683-7443

## **BKU 19-A Federal Tank Battery**

1435' FNL, 330' FWL Sec 19-T17S-R30E Eddy CO, NM



•Road Route will turn in on the Southwest corner of BKU 643 well location where the road is existing •Battery pad will be approx. 60' x 300' exteded 50' to the North side of the BKU 643 well location

Water Transfer by Truck
No interim reclamation on battery
pad until production or foreseeable
production ceases. Reclamation
standards will follow Section 10 B
from the Surface Use Plan from the
BKU Federal 643 well.

•This battery site will be located directly North of the BKU #643 well location



	300'	A 50' X 300' extension to the North of the BKU Federal #643 will be necessary to build the 60' X 300'		
BKU 19-A Federal Facili	ty Location	battery site 50'		
Existing pad (BKU 643) area to be used for Battery		10'		
170'	110'			
	BKU Federal #643 well location			
Road Access	140'			
This area will be reclaimed 20' towards the well head				

# BLM Lease Number: NMLC28793A Company Reference: COG Operating, LLC Well Name & Number: BKU 19-A Production Facility (643)

### STANDARD STIPULATIONS FOR OIL AND GAS RELATED SITES (Production Facility)

A copy of the Sundry Notice and attachments, including stipulations and map, will be on location during construction. BLM personnel may request to view a copy of your permit during construction to ensure compliance with all stipulations.

The holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer, BLM.

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant and for all response costs, penalties, damages, claims, and other costs arising from the provisions of the Resource Conservation and Recovery Act (RCRA), 42 U.S.C. Chap. 82, Section 6901 et. seq., from the Comprehensive Environmental Response, Compensation and Liability Act (CERCLA), 42 U.S.C. Chap. 109, Section 9601 et. seq., and from other applicable environmental statues.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976, as amended (15 U.S.C. 2601, et. seq.) with regard to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized by this grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation and Liability Act, Section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the Authorized Officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et. seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et. seq.) on the right-of-way (unless the release or threatened release is wholly unrelated to the right-of-way holder's activity on the right-of-way). This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. If, during any phase of the construction, operation, maintenance, or termination of the site or related pipeline(s), any oil or other pollutant should be discharged from site facilities, the pipeline(s) or from containers or vehicles impacting Federal lands, the control and total removal, disposal, and cleanup of such oil of other pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the holder to control, dispose of, or clean up such

discharge on or affecting Federal lands, or to repair all damages to Federal lands resulting therefrom, the Authorized Officer may take such measures as deemed necessary to control and cleanup the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve the holder of any liability or responsibility.

- 5. Sites shall be maintained in an orderly, sanitary condition at all times. Waste materials, both liquid and solid, shall be disposed of promptly at an appropriate, authorized waste disposal facility in accordance with all applicable State and Federal laws. "Waste" means all discarded matter including, but not limited to, human waste, trash, garbage, refuse, petroleum products, brines, chemicals, oil drums, ashes, and equipment.
- 6. In those areas where erosion control structures are required to stabilize soil conditions, the holder shall install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound management practices. Any earth work will require prior approval by the Authorized Officer.
- 7. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color from BLM's "Standard Environmental Color Chart". The color selected for this project is **Shale Green**. A color chart can be picked up from the BLM Carlsbad Field Office.
- 8. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.
- 9. A sales contract for removal of mineral material (caliche, sand, gravel, fill dirt) from an authorized pit, site, or on location must be obtained from the BLM prior to commencing construction. There are several options available for purchasing mineral material: contact the BLM office (575-234-5972).
- 10. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.
- 11. Once the site is no longer in service or use, the site must undergo final abandonment. At final abandonment, the site and access roads must undergo "final" reclamation so that the character and productivity of the land are restored. Earthwork for final reclamation must be completed within

six (6) months of the abandonment of the site. All pads and facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact. After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

- 12. The holder shall stockpile an adequate amount of topsoil where blading occurs. The topsoil to be stripped is approximately \_\_\_6\_\_ inches in depth. The topsoil will be segregated from other spoil piles. The topsoil will be used for final reclamation.
- 13. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

( ) seed mixture 1	( ) seed mixture 3
(x) seed mixture 2	( ) seed mixture 4
( ) seed mixture 2/LPC	( ) Aplomado Falcon Mixture

- 14. **Containment Structures:** The containment structure shall be constructed to hold the capacity of the entire contents of the largest tank, plus 24 hour production, unless more stringent protective requirements are deemed necessary by the Authorized Officer.
- 15. Special Stipulations:

#### **Lesser Prairie-Chicken**

Oil and gas activities will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.