Form 3160-5 (August 2007) **NMOCD**

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

Artesia

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

	TAPHES, 50		• • •
5.	Lease Serial No.	•	
	NMNM121474	•	

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

7.6	Ladian	Allotton	or Tribe	Marina
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abandoned we		6. If Indian, Allottee or Tribe Name				
SUBMIT IN TR		7. If Unit or CA/Agreement, Name and/or No. NMNM126824				
Type of Well	her	•		8. Well Name and No. COPPERHEAD 31 FED COM 1H		
2. Name of Operator COG PRODUCTION LLC	Contact: BRIAN E-Mail: bmaiorino@conch			9. API Well No. 30-015-38532-	.00-S1 .	
3a. Address 2208 W MAIN STREET ARTESIA, NM 88210	none No. (include area code) 432-221-0467)	10. Field and Pool, or Exploratory DELAWARE RIVER-BONE SPRING			
4. Location of Well (Footage, Sec., 7	T., R., M., or Survey Description)	<u> </u>		11. County or Parish	, and State	
Sec 31 T26S R29E SESE 486	OFSL 480FEL	·		EDDY COUNT	Y, NM	
12. CHECK APP	ROPRIATE BOX(ES) TO INDI	CATE NATURE OF N	NOTICE, RE	PORT, OR OTHI	ER DATA	
TYPE OF SUBMISSION		TYPE OF	F ACTION			
Notice of Intent ■	☐ Acidize	□ Deepen	☐ Production	on (Start/Resume)	□ Water Shut-Off	
	☐ Alter Casing	☐ Fracture Treat	☐ Reclamat	ion	■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	■ New Construction	☐ Recomple	ete	Other	
☐ Final Abandonment Notice	· Change Plans	□ Plug and Abandon	☐ Temporar	rily Abandon	Venting and/or Flari	
	☐ Convert to Injection	☐ Plug Back	☐ Water Dia	sposal	_	
determined that the site is ready for f COG Operating LLC respectful # of wells to Flare: 2, 30-015-0	ally request to flare at the Copper	·	·	NM OIL CO	1810-	
From 5/31/16 to 8/29/16						
bbls oil/day: 61 mcf/day: 900		Accepted	Accepted For Record JUL 11 2016		1 2016	
Reason: unplanned midstream	n curtailment	INIM(NMOCD		RECEIVED	
14. I hereby certify that the foregoing is	Electronic Submission #340135;	ΓΙΟΝ LLC, sent to the C	arlsbad	•		
Name(Printed/Typed) BRIAN MA	•	- i	·=	ESENTATIVE		
				-,		
Signature (Electronic S	Submission)	Date 05/24/20	016 .			
	THIS SPACE FOR FEI	DERAL OR STATE (OFFICE US	E		
Approved By DAVID R GLASS	TitlePETROLE	ETROLEUM ENGINEER		Date 06/27/2016		
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu	itable title to those rights in the subject I	ant or lease Office Carlsbad	<u> </u>	· 		
Fitle 18 U.S.C. Section 1001 and Title 43		any person knowingly and atter within its jurisdiction.	willfully to make	e to any department or	agency of the United	

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene Carlsbad, New Mexico 88220-6292 (575) 234-5972 Venting and/or Flaring Conditions of Approval

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.

Conditions 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.
- 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.