## **UNITED STATES** DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT NMOCD

	FORM APPROVED
	OMB NO. 1004-0135
	Expires: July 31, 2010
5.	Lease Serial No.

1	1M	NM(	)10	76	98	

	DIICES AND REPORTS ON WELLS	
Do not use this f	form for proposals to drill or to re-enter an Hohbs	
abandoned well.	form for proposals to drill or to re-enter an Hobbs Use form 3160-3 (APD) for such proposals.	

6. If Indian, Allottee or Tribe Name

abandoned we	ii. Use foriii 3160-3 (APD) i	or such proposals.		
SUBMIT IN TRI	7. If Unit or CA/Ag	reement, Name and/or No.		
Type of Well     Oil Well	8. Well Name and N SL DEEP FEDE	lo. ERAL 2		
Name of Operator     COG OPERATING LLC	Contact: BR E-Mail: bmaiorino@co	IAN MAIORINO ncho.com	9. API Well No. 30-025-36257	-00-81 <b>5</b> 9
3a. Address ONE CONCHO CENTER 60 MIDLAND, TX 79701-4287	0 W ILLINOIS AVENUE	b. Phone No. (include area code h: 432-221-0467	10. Field and Pool, LUSK	or Exploratory
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)	JUL 06 201	11. County or Paris	h, and State
Sec 30 T19S R32E SENW 18	00FNL 1980FWL	JUL 00 201	LEA COUNTY	, NM
32.633792 N Lat, 103.807673	W Lon	RECEIV	ED	
12. CHECK APPI	ROPRIATE BOX(ES) TO IN		NOTICE, REPORT, OR OTH	ER DATA
TYPE OF SUBMISSION			FACTION	
	- A : I'			- W - Cl - CC
Notice of Intent .	□ Acidize	□ Deepen	☐ Production (Start/Resume)	□ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	Reclamation	□ Well Integrity
	Casing Repair	New Construction	Recomplete	○ Other Venting and/or Flari
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	ng
	Convert to Injection	□ Plug Back	☐ Water Disposal	1171
Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final At determined that the site is ready for fit COG Operating LLC respectful for wells to battery: 1, 30-025. From 6/18/2016 to 9/16/2016. 3 bbls oil/day 20 mcf/day  Reason:DCP gas curtailment.	operations. If the operation results andonment Notices shall be filed of inal inspection.)  Illy request to flare at the SL D	in a multiple completion or recently after all requirements, included	ompletion in a new interval, a Form 3	160-4 shall be filed once d, and the operator has
14. I hereby certify that the foregoing is	Electronic Submission #3420	RATING LLC. sent to the	lobbs / Y/	
Name (Printed/Typed) BRIAN MA	AIORINO	Title AUTHO	RIZED REPRESENTATIVE	
Signature (Electronic S	Submission)	Date 06/20/2	APPRWEDX	
	THIS SPACE FOR	FEDERAL OR STATE	ØFFICE USE	1/0 1
Approved By Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conduct the conductive of the con	itable title to those rights in the sub- ct operations thereon.	ject lease Office	BUREAU OF LANGUAGE TO ANY department	Takey
States any false, fictitious or fraudulent s	tatements or representations as to a	ny matter within its jurisdiction.	winding to make to any department (	or agency of life officed

\*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*

Accepted for Record Only

MSS OCD 7/9/2016

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

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.

## **Condition 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.
- 5. 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.