Form 3160-5 (June 2015)       UNITED STATES DEPARTMENT OF THE INTERIOR NMOCD BUREAU OF LAND MANAGEMENT         SUNDRY NOTICES AND REPORTS ON WELCODS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.         SUBMIT IN TRIPLICATE - Other instructions on page 2         1. Type of Well         ☑ Oil Well       ☐ Gas Well         ○ Other         2. Name of Operator       Contact:         COG OPERATING LLC       E-Mail: cseely@concho.com					FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018 5. Lease Serial No. NMNM45706 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. 8. Well Name and No. JAZZ BASS 34 FEDERAL 3H		
3a. Address 2208 W MAIN STREET ARTESIA, NM 88210 4. Location of Well <i>(Footage, Sec., T</i>	3b. Phone No. (include area code) Ph: 575-748-1549			10. Field and Pool or Exploratory Area         TALCO WC025 G08 S253534O         11. County or Parish, State			
Sec 34 T25S R35E SWSE 660FSL 1980FEL 32.081394 N Lat, 103.353271 W Lon				*	LEA COUNTY, NM		
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA							
TYPE OF SUBMISSION	TYPE OF ACTION						
<ul> <li>☑ Notice of Intent</li> <li>□ Subsequent Report</li> <li>□ Final Abandonment Notice</li> </ul>	<ul> <li>Acidize</li> <li>Alter Casing</li> <li>Casing Repair</li> <li>Change Plans</li> <li>Convert to Injection</li> </ul>	□ Nev	Iraulic Fracturing v Construction g and Abandon	<ul> <li>Production (Start/Resume)</li> <li>Reclamation</li> <li>Recomplete</li> <li>Temporarily Abandon</li> <li>Water Disposal</li> </ul>		<ul> <li>Water Shut-Off</li> <li>Well Integrity</li> <li>Other</li> <li>Venting and/or Flaring</li> </ul>	
<ul> <li>13. 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/BLA. Required subsequent reports must be filed voly so 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.</li> <li>COG OPERATING LLC RESPECTFULLY REQUEST TO FLARE AT THE JAZZ BASS 34 FED 3H.</li> <li>FROM 1/18/18 TO 4/18/18.</li> <li># OF WELLS TO FLARE: 1 JAZZ BASS 34 FED 3H: 30-025-27916</li> <li>BBLS OIL/DAY: 60 MCF/DAY: 180</li> <li>REASON: UNPLANNED MIDSTREAM CURTAILMENT</li> </ul>							
14. I hereby certify that the foregoing is true and correct. Electronic Submission #400342 verified by the BLM Well Information System For COG OPERATING LLC, sent to the Hobbs Committed to AFMSS for processing by JENNIFER SANCHEZ on 01/11/2018 () Name (Printed/Typed) CATHY SEELY							
Signature (Electronic Submission) Date							
THIS SPACE FOR FEDERAL OR STATE OFFICE USE 8 2018							
Approved By							
** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **							

## 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. Subject to like approval from NMOCD

- 2. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08
- 3. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 4. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.
- 5. "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.
- 6. This approval does not authorize any additional surface disturbance.

## 43CFR §3162.7-1 Disposition of production.

(a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas, and sulphur produced from the leased land.

(d) The operator shall conduct operations in such a manner as to prevent avoidable loss of oil and gas. A operator shall be liable for royalty payments on oil or gas lost or wasted from a lease site, or allocated to a lease site, when such loss or waste is due to negligence on the part of the operator of such lease, or due to the failure of the operator to comply with any regulation, order or citation issued pursuant to this part.