orm 3160. 5 une 2015) DI	UNITED STATES	TTERIOR CHART	132018 (ED	OMB NO.	PPROVED 1004-0137	
SUNDRY Do not use th	UREAU OF LAND MANAG NOTICES AND REPOI	drill or to re-enter an	id Biel	5. Lease Serial No. 6. If Indian, Allottee or	iary 31, 2018	
abandoned we	II. Use form 3160-3 (APL)) for such proposals	X Hel	NDS I		
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. REDHEAD 31 FEDERAL 1H		
2. Name of Operator COG OPERATING LLC	CATHY SEELY CONCHO.COM	9. API Well No. 30-025-40390				
		3b. Phone No. (include are Ph: 575-748-1549	b. Phone No. (include area code) Ph: 575-748-1549		10. Field and Pool or Exploratory Area WC025F09S263327G UPR WC	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 31 T24S R32E NWNW 330FNL 990FWL			11. County or Parish, State LEA COUNTY COUNTY, NM			
32.179985 N Lat, 103.719232	2 W Lon					
12. CHECK THE A	PPROPRIATE BOX(ES)	TO INDICATE NATU	RE OF NOTIC	E, REPORT, OR OTHE	ER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION			[
 Notice of Intent Subsequent Report Final Abandonment Notice 	 Acidize Alter Casing Casing Repair Change Plans Convert to Injection 	 Deepen Hydraulic Fract New Construction Plug and Aband Plug Back 	raulic Fracturing □ Reclamation v Construction □ Recomplete g and Abandon □ Temporarily Abandon		 Water Shut-Off Well Integrity Other Venting and/or Flang 	
testing has been completed. Final A determined that the site is ready for f COG OPERATING LLC RES	inal inspection.		-		a the operator has	
FROM 4/20/18 TO 7/19/18						
# OF WELLS TO FLARE: 1 REDHEAD 31 FEDERAL #1H	ł: 30-025-40390					
BBLS OIL/DAY: 70 MCF/DAY: 170						
4. I hereby certify that the foregoing is	s true and correct. Electronic Submission #4 For COG (Committed to AFMSS for p	13100 verified by the BL DPERATING LLC, sent t rocessing by DEBORAH	M Well Informat o the Hobbs I MCKINNEY on	ion System 05/02/2018 ()		
Name (Printed/Typed) CATHY SEELY			NGINEERING	TECH		
Signature (Electronic	Submission)	Date 0	5/01/2018	17		
	THIS SPACE FO	R FEDERAL OR ST		USE		
	Jonathon Shepar	·d Title		IN FUM ENGINEER	5/30/2018 Date	
Approved By	JUIIAMIT					
Approved By	d. Approval of this notice does uitable title to those rights in the	not warrant or	CFO			

(Instructions on page 2) ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

MUB/OCD 6/14/2018

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. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
- All flaring under this request is considered to be "avoidably lost": Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179. Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".

Exceptions:

- a. The first 24 hours of a <u>temporary emergency flare</u> is considered "unavoidably lost" and is therefore royalty free. 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, 3179.103 3179.105.