

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Carlsbad Field Office
OCD Hobbs

FORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS
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

HOBBS OCD
RECEIVED
JUN 20 2018

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM119278
2. Name of Operator COG OPERATING LLC Contact: DEBORA WILBOURN E-Mail: dwilbourn@concho.com		6. If Indian, Allottee or Tribe Name
3a. Address ONE CONCHO CENTER 600 W ILLINOIS AVENUE MIDLAND, TX 79701-4287	3b. Phone No. (include area code) Ph: 575-748-6958	7. If Unit or CA/Agreement, Name and/or No. NMNM126294
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Multiple--See Attached		8. Well Name and No. Multiple--See Attached 30-025-35712
9. API Well No. Multiple--See Attached		10. Field and Pool or Exploratory Area RED HILLS-BONE SPRING, NORTH
11. County or Parish, State LEA COUNTY, NM		

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Off-Lease Measurement
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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/BIA. Required subsequent reports must 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 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.

COG OPERATING LLC RESPECTFULLY REQUESTS APPROVAL FOR OFF-LEASE MEASUREMENT OF GAS SALES.

THE GAS SALES METER FOR THIS WELL IS LOCATED IN SEC. 10-T26S-R33E, LAT 32.065174?, LONG -103.567634?, ON FEE LANDS. NO OTHER WELLS SHARE THIS SALES METER.

PLEASE SEE ATTACHED DOCUMENTS:
SITE FACILITY DIAGRAM
IMAGERY MAP SHOWING FACILITY AND LOCATION OF GAS SALES METER
LEASE MAP

RECEIVED
JUN 13 2018
DISTRICT II-ARTESIA O.C.D.

14. I hereby certify that the foregoing is true and correct. Electronic Submission #422669 verified by the BLM Well Information System For COG OPERATING LLC, sent to the Hobbs Committed to AFMSS for processing by PRISCILLA PEREZ on 06/05/2018 (18PP1172SE)	
Name (Printed/Typed) DEBORA WILBOURN	Title REGULATORY ANALYST - NM BASIN
Signature (Electronic Submission)	Date 06/05/2018

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By <u>DUNCAN WHITLOCK</u>	Title <u>TECHNICAL LPET</u>	Date <u>06/06/2018</u>
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office <u>Hobbs</u>

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.

(Instructions on page 2)

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

[Handwritten Signature]

Additional data for EC transaction #422669 that would not fit on the form

Wells/Facilities, continued

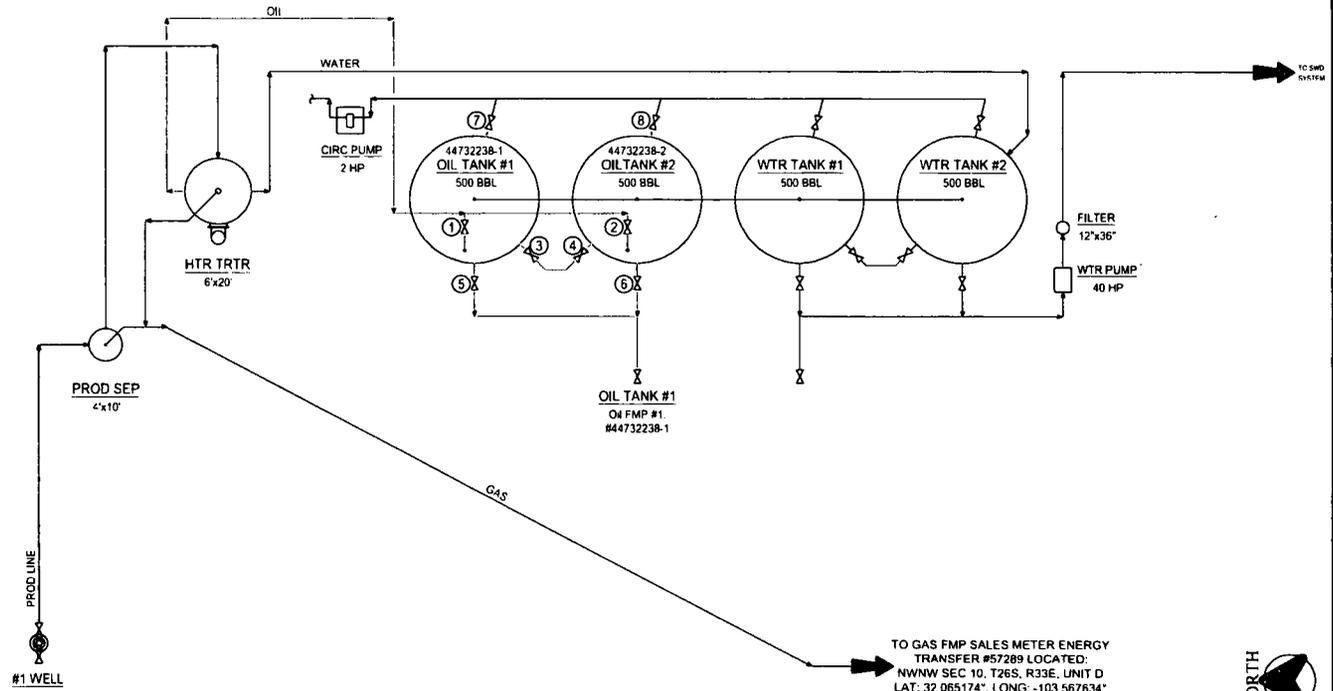
Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMNM126294 NMNM119278	NMNM119278 NMNM119278	RED BULL 3 FEDERAL 1 RED BULL 3 FEDERAL 1	30-025-39812-00- C 30-025-39812-00- C	Sec 3 T26S R33E NWNW 660FNL 660FWL Sec 3 T26S R33E NWNW 660FNL 660FWL

RED BULL 3 FEDERAL 1 BATTERY
 NWNW SECTION 3, T26S, R33E, UNIT D
 LEA COUNTY, NM

WELLS:
 RED BULL 3 FEDERAL #001: 30-025-39812

Production Phase - Oil Tank #1
 - Valve 1 open
 - Valve 2 closed
 - Valves 3 and 4 open
 - Valves 5 and 6 closed
 - Valve 7 open
 - Valve 8 closed

Sales Phase - Oil Tank #1
 - Valve 1 closed
 - Valve 2 open
 - Valves 3 and 4 closed
 - Valve 5 open
 - Valve 6 closed
 - Valve 7 closed
 - Valve 8 open



TO GAS FMP SALES METER ENERGY
 TRANSFER #57289 LOCATED:
 NWNW SEC 10, T26S, R33E, UNIT D
 LAT: 32.065174°, LONG: -103.567634°

NOTES:

Type of Lease: Federal
 Federal Lease #: NMNM 119278
 Property Code: 315079
 OGRID #: 229137

Ledger for Site Diagram
 Produced Fluid: _____
 Produced Oil: _____
 Produced Gas: _____
 Produced Water: _____

CONFIDENTIALITY NOTICE
 THIS DRAWING IS PROPERTY OF COG OPERATING LLC AND IS LOANED TO THE BORROWER FOR CONFIDENTIAL USE ONLY AND IS SUBJECT TO RETURN UPON REQUEST AND SHALL NOT BE REPRODUCED, COPIED, LOANED OR OTHERWISE DISPOSED OF DIRECTLY OR INDIRECTLY, NOR USED FOR ANY PURPOSE OTHER THAN THAT WHICH IT IS SPECIFICALLY FURNISHED.

REFERENCE DRAWINGS		REVISIONS	
NO.	TITLE	NO.	DATE
A		1	08/01/12
B		2	08/22/17

COG OPERATING LLC
 ONE CONCHO CENTER
 600 WEST ILLINOIS AVENUE
 MIDLAND, TEXAS 79701

REVISIONS			ENGINEERING RECORD		
BY	CHK.	APP.	BY	CHK.	DATE
CRB			CRB		08/01/12
CRB			CRB		08/01/12

APR NO:
 FACI OGR: C. BLEDSOE
 OPER OGR: VAREZ
 SCALE: NONE

CONCHO
 NORTHERN DELAWARE BASIN ASSET
 PRODUCTION FACILITIES
 SITE FACILITY DIAGRAM
 RED BULL 3 FEDERAL 1 BATTERY

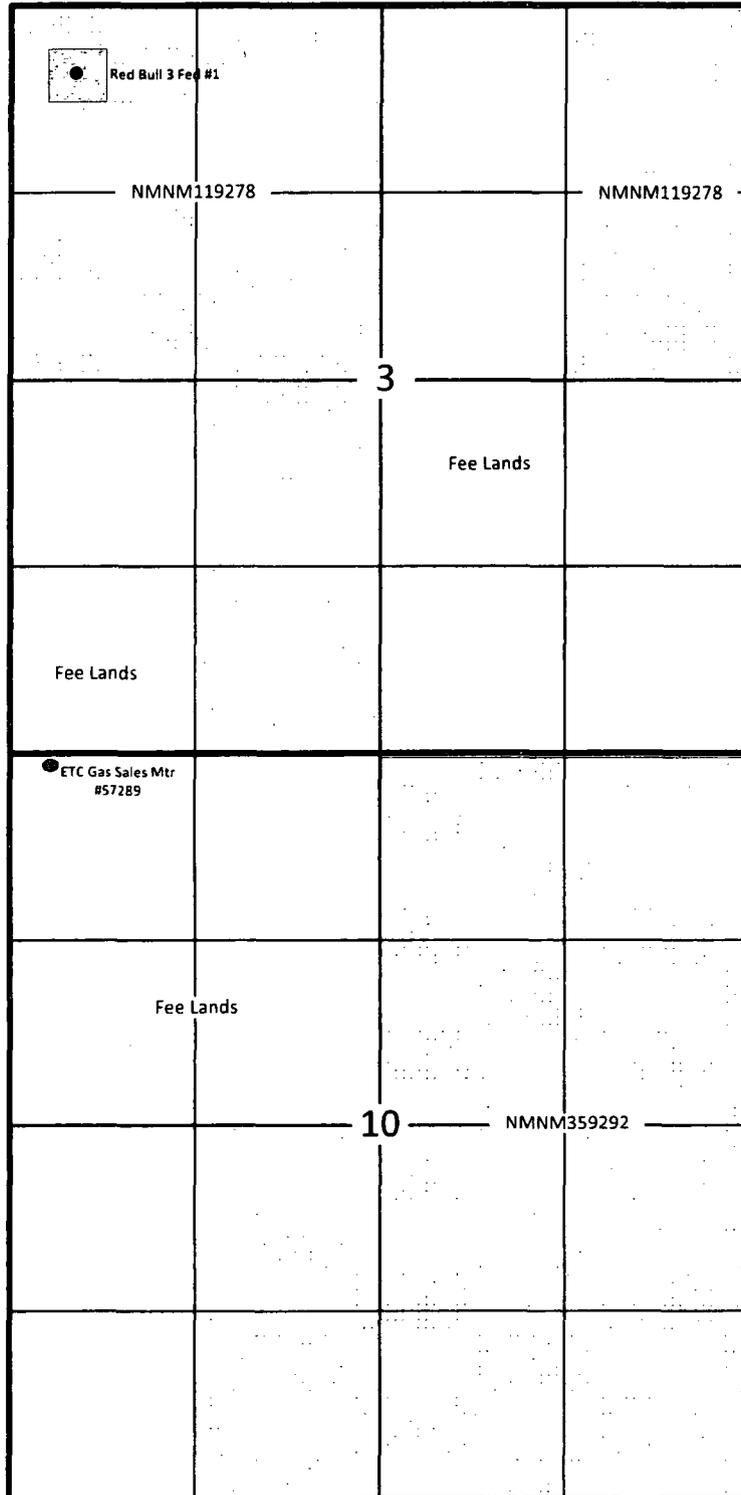
LEA COUNTY NEW MEXICO
 TOWNSHIP/RANGE MULTIPLE OGR NO. D-1700-81-005
 REV B

Red Bull 3 Federal #1



Sec. 3-T26S-R33E, Lea County, NM

Red Bull 3 Federal #1 - Lease Map



Sec. 3, 10-T26S-R33E
Lea County, NM

**Bureau of Land Management
Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972**

**Off-Lease Measurement and Sales of gas production
Conditions of Approval**

**COG Operating LLC
Red Bull 3 Federal 1
NMNM119278 & NMNM126294**

Approval of off-lease measurement is subject to the following conditions of approval:

1. This agency shall be notified of any change in sales method or location of the Sales point.
2. This agency shall be notified of any spill or discharge as required by NTL-3A. No gas may be vented/flared without proper measurement and prior approval. Any gas vented must be flared.
3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments and/or product accountability.
4. This approval is subject to like approval by the New Mexico Oil Conservation Division.
5. Additional wells require additional approvals.
6. This approval does not constitute right-of-way approval for any off-lease/Unit activities. Within 30 days, an application for right-of-way approval must be submitted to the Realty Section if not already done.
7. Approval for off-lease/Unit from various sources is a privilege which is granted to lessees/operators for the purpose of aiding conservation and extending the economic life of leases. Applicants should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocation.