OCD-ARTESIA

Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OM B No 1004-0137 Expires March 31, 2007

| SUNDRY NOTICES AND REPORTS ON WELLS | | | | | 5. Lease Senal No NM 0300457 LC 061705 B | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------|-----------------------------------------------------------------------|-------------------------------------------------------------------------|---------------------------------------------------------------------------------|-------------------------------------|--|
| Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160 - 3 (APD) for such proposals. | | | | 6. If Indian, Allottee or Tribe Name | | | |
| SUBMIT IN TRIPLICATE- Other instructions on reverse side. | | | | 7 If Unit or C | 7 If Unit or CA/Agreement, Name and/or No | | |
| 1 Type of Well ☐ ☐ Gas Well ☐ ☐ Other | | | | 8. Well Name | 8. Well Name and No. | | |
| 2 Name of Operator BOPCO, L.P. | | | | | Poker Lake Unit # 341H 9. API Well No. | | |
| 3a Address P. O. Box 2760 Midland, Texas 79702 | | 3b Phone No (include area code) 432-683-2277 | | 30 - 015 - 39486 10. Field and Pool, or Exploratory Area | | | |
| 4 Location of Well (Footage, Sec., T., R., M., or Survey Description) | | N LAT, 103.856206 W LON | | Poker Lake NW (Delaware) | | | |
| Surface: NWNW, LOT D, 925 | 11. County or Parish, State Eddy County, NM | | | | | | |
| 12. CHECK A | PPROPRIATE BOX(ES) TO | INDICATE NATUR | RE OF NOTICE, | REPORT, OR O | OTHER DATA | | |
| TYPE OF SUBMISSION TYPE OF ACTION | | | | | | | |
| Notice of Intent Subsequent Report Final Abandonment Notice 13 Describe Proposed or Complet | Acidize Alter Casing Casing Repair Change Plans Convert to Injection ed Operation (clearly state all pertuctionally or recomplete horizontall | | Reclamation Recomplete Temporarily Water Dispos | f any proposed work | | ion thereof | |
| Attach the Bond under which the following completion of the invitesting has been completed. Find determined that the site is ready BOPCO, L. P. requests ap | the work will be performed or provi- volved operations. If the operation and Abandonment Notices shall be a for final inspection.) | de the Bond No. on file versults in a multiple compartied only after all require | with BLM/BIA. Req pletion or recompletion ments, including recl | uired subsequent rep on in a new interval, a amation, have been o | orts shall be filed within a Form 3160-4 shall be completed, and the oper | n 30 days filed once ator has | |
| plan to access the location Attn: Cody Layton | • | | | | | | |
| Attill Cody Edyton | Accept 1 | led for reco | rd 2017 | APR | EIVED 8 0 2012 D ARTESIA | | |
| 14 I hereby certify that the fore Name (Printed/Typed) Cecil D. Watkins | | Title D | rilling Foreman | | | | |
| Signature Cliff | D. Walkins | Date | 4/2/2 | on | | | |
| | THIS SPACE FOR I | FEDERAL OR S | TATE OFFIC | E USE | | | |
| ····· | | | | | ADD A CA | | |

Isl Don Peterson Approved by 131 DOIT FELEISOII

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

FIELD MANAGER

APH 2 6 2012

OffCARLSBAD FIELD OFFICE

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.

Title

PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME: | BOPCO LP

LEASE NO.: | LC-061705B

WELL NAME & NO.: | 341H POKER LAKE UNIT

SURFACE HOLE FOOTAGE: 925' FNL & 1110' FWL (sec. 23)

BOTTOM HOLE FOOTAGE | 470' FNL & 865' FWL (sec. 25)

LOCATION: Section 23, T. 24 S., R. 30 E., NMPM

COUNTY: | Eddy County, New Mexico

I. SPECIAL REQUIREMENT(S)

<u>Timing Limitation Stipulation/Condition of Approval for Lesser Prairie-Chicken:</u>

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

II. CONSTRUCTION

A. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty (20) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

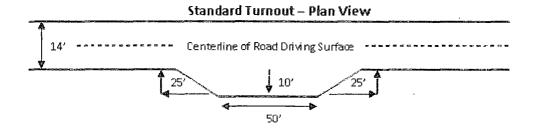
Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall be constructed on all blind curves. Turnouts shall conform to the following diagram:

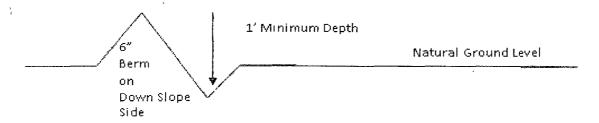


Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



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All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope:
$$\frac{400'}{4\%}$$
 + 100' = 200' lead-off ditch interval

Culvert Installations

Appropriately sized culvert(s) shall be installed at the deep waterway channel flow crossing.

Cattleguards

An appropriately sized cattleguard(s) sufficient to carry out the project shall be installed and maintained at fence crossing(s).

Any existing cattleguard(s) on the access road shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattleguard(s) that are in place and are utilized during lease operations.

A gate shall be constructed and fastened securely to H-braces.

Fence Requirement

Where entry is required across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting.

The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fence(s).

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

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Intervisible concert shall be constructed on all single lane roads on all blind curves with additional tracuts on needed to keep sparing below 1000 feet. 100 full ternaut width Typical Turnout Plan height af fill at shoolder embonkmeni slope 0' - 4' 3.1 abare 4° 2:1 **Embankment Section** ಗಾವತೆ SISME ype earth surface .03 - .05 ft/fi 02 - .04 ft/ft .02 - .03 ft/ft aggregate, surface paved seriace most besides an attack **Side Hill Section** navel seriore 4 **Typical Outsloped Section** Typical Inslope Section

Figure 1 - Cross Sections and Plans For Typical Road Sections