Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Artesia

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

5. Lease Serial No.

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Do not use this	form for prope	osals to drill or	r to re-enter an
handanad wall	lica form 246	A 2 /A DDI for	area a calc

	NMLC061705B							
ζ.	If Indian	Allottoo	~-	Peibo	Mare			

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SUBMIT IN TRIPLICATE - Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No. 891000303E				
1. Type of Well				8. Well Name and No. POKER LAKE UNIT 78				
☑ Oil Well ☐ Gas Well ☐ Oth					II 70			
2. Name of Operator Contact: TRACIE J CHERRY BOPCO LP E-Mail: tjcherry@basspet.com				9. API Well No. 30-015-27536-00-\$1				
3a. Address P O BOX 2760 MIDLAND, TX 79702	one No. (include area code) 32-683-2277	•	10. Field and Pool, or Exploratory POKER LAKE					
4. Location of Well (Footage, Sec., T.	R., M., or Survey Description)			11. County or Parish, a	nd State			
Sec 25 T24S R30E NENE 660			EDDY COUNTY	, NM				
12. CHECK APPR	OPRIATE BOX(ES) TO INDIC	CATE NATURE OF N	NOTICE, R	EPORT, OR OTHER	L DATA			
TYPE OF SUBMISSION		TYPE OF	F ACTION					
Notion of Intent	☐ Acidize [Dcepen	☐ Product	tion (Start/Resume)	■ Water Shut-Off			
Notice of Intent ■	☐ Alter Casing ☐	Fracture Treat	☐ Reclam	ation	■ Well Integrity			
☐ Subsequent Report		New Construction	☐ Recom		☑ Other			
☐ Final Abandonment Notice	_	☐ Plug and Abandon	☐ Tempor	rarily Abandon	Venting and/or Flari			
		Plug Back	☐ Water I	-	ng			
following completion of the involved testing has been completed. Final Ah determined that the site is ready for fine.	are as follows:	to intermittently flare	ing reclamation for EFF ATO COLOR DITECT OF THE COLOR DITECT	TACHED-FO	1-4 shall be filed once and the operator has			
14. I hereby certify that the foregoing is true and correct. Electronic Submission #333133 verified by the BLM Well Information System For BOPCO LP, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 03/24/20/16 (16PP0683SE)								
Name(Printed/Typed) TRACIE J			1 1	ALYSTPK///K	D/ $1/$			
Signature (Electronic S	ubmission)	Date 03/08/20	016		h			
Signature (Electronic Submission) Date 03/08/2016 APR 8 2016 M M M M M M M M M								
Approved By		Title	19/	RANGE MID AND CARL SPANFIE	SEM NT Date			
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conductive the conductive the applicant to conductive the applicant t	itable title to those rights in the subject le	ease Office						
Title 18 U.S.C. Section 1001 and Title 43 U	J.S.C. Section 1212, make it a crime for	any person knowingly and	villfully to ma	ake to any department or a	gency of the United			

Additional data for EC transaction #333133 that would not fit on the form

32. Additional remarks, continued

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POKER LAKE UNIT 100 / 30-015-27961-00-S1-POKER LAKE UNIT 099 / 30-015-32823-00-S1-POKER LAKE UNIT 315H / 30-015-39166-00-S1-POKER LAKE UNIT 330H / 30-015-39253-00-S1-POKER LAKE UNIT 335H / 30-015-39252-00-S1-POKER LAKE UNIT 327H / 30-015-39293-00-S1-POKER LAKE UNIT 328H / 30-015-39293-00-S1-POKER LAKE UNIT 337H / 30-015-39691-00-S1-POKER LAKE UNIT 339H / 30-015-40659-00-S1-POKER LAKE UNIT 349H / 30-015-40
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Estimated amount to flare is 200 MCFD, depending on pipeline conditions. Flaring will be intermittent and is necessary due to restricted pipeline capacity.

Gas is commingled at the flare to reduce the number flare stacks that would be needed for individual well locations.

Gas volumes will be metered prior to flaring, allocated back to each well and reported on monthly production reports

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.