NMOCD Artesia

Form 3160-5 (June 2015)

## UNITED STATES DEPARTMENT OF THE INTERIOR BURGALLOF LAND MANAGEMENT

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

171.1	VICINICIAL OF THE HA	LUKION	<b>I</b>			
BUREAU OF LAND MANAGEMENT			5. Lease Se	5. Lease Serial No NMNM0557370		
SUNDRY NOTICES AND REPORTS ON WELLS			6. If Indian	. Aflottee or Tribe N	lanie	
	form for proposals to					
abandoned well. Use Form 3160-3 (APD) for such proposals.				f CA/Agreement, N	ame and/or No	
SUBMIT IN TRIPLICATE - Other instructions on page 2				<b>.</b>		
1. Type of Well  ✓ Oil Well ☐ Gas V		8. Well Nar	ne and No. EAGLE	35 E FEDERAL #10		
2. Name of Operator LIME ROCK RESOURCES II-A,L.P.			9, API Well	9. API Well No. 30-015-33035		
3a. Address 1111 BAGBY STREET HOUSTON, TX 77002		o. Phone No. <i>(include area co</i> 175) 365-9724	de) 10. Field ar	10. Field and Pool or Exploratory Area RED LAKE; GLORIETA - YESO NE		
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)			11. Country	or Parish. State		
215' FWL & 2310' FNL, Section 35-17S-27E		•	EDDY COUNTY, NM			
12. CHE	CK THE APPROPRIATE BOX	(ES) TO INDICATE NATUI	RE OF NOTICE, REPOR	T OR OTHER DAT	Ά .	
TYPE OF SUBMISSION	•	Ţ	YPE OF ACTION	OF ACTION .		
✓ Notice of Intent	Acidize	Deepen	Production (Start	/Resume) V	Vater Shut-Off	
- Contract of The Contract of	Alter Casing	Ilydraulic Fracturing	Reclamation	v	Vell Integrity	
Subsequent Report	Casing Repair	New Construction	Recomplete	<b>₹</b> 9	Other	
battacque.it rejt	Change Plans	Plug and Abandon	Temporarily Aba	ndon	/enting and/or Flaring	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal			
<ol> <li>Describe Proposed or Completed O the proposal is to deepen directiona the Bond under which the work will completion of the involved operational completed. Final Abandonment No is ready for final inspection.)</li> </ol>	lly or recomplete horizontally, I be perfonned or provide the B ons. If the operation results in a	give subsurface locations and ond No. on file with BLM/B multiple completion or recon	measured and true vertice  A. Required subsequent  appletion in a new interval	cal depths of all pert reports must be filed i, a Form 3160-4 mu bleted and the operat	inent markers and zones. Attach 1 within 30 days following 1st be filed once testing has been for has detennined that the site	
Requesting to flare gas due to	DCP Midstream Plan shut in			A	ر بياره ٥٥	
Estimated Volume - 217 mcf Andrew Applitud					MICO PECCIA VI-14-16	
Estimated Time - 01/02/2016 -	_	ERED IN			0 4-14-11	
Please see attached well list fo	r wells in battery.	YFMSS	CEE ATTO A	CITED D	, , ,	
•			SEE ATTA			
	ERVATION STRICT	CONDITIC	NS OF A	PPROVAL		
	APR 0 8		•			
	APRUO	, 2014				
· .	RECE	(VED		). •	·/ )	
4. I hereby certify that the foregoing is	true and correct. Name (Printe	d/Typed)				
MICHAEL BARRETT	PRODU Title	PRODUCTION/SUPERINTENDENT Title				
Signature ple /	2	Date	API	01/13/2016		

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.

CARLSBA

Title

THE SPACE FOR FEDERAL OR STATE OFICE USE

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)

Approved by



## Eagle 35 Satellite Battery NMNM0557370

Eagle 35 E Federal #10 /	30-015-33035
Eagle 35 E Federal #11	30-015-33242
Eagle 35 E Federal #20 V	30-015-40809
Eagle 26 M Federal #1 V	30-015-34014
Eagle 26 N Federal #2 V	30-015-34007
Eagle 26 N Federal #6 V	30-015-39564
Eagle 26 P Federal #3 V	30-015-34082
Eagle 26 P Federal #5 V	30-015-39452
Eagle 26 P Federal #4	30-015-39360
Eagle 35 E Federal #29	30-015-42302

## 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).
- 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.