Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

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

SUNDRY NOTICES AND REPORTS ON THE STEET OF THE PROPERTY OF LAND MANAGEMENT CONSTRUCT OF NOTICES AND REPORTS ON THE STEET OF THE PROPERTY OF TH	5. Lease Serial No. NMLC068430
o not use this form for proposals to drill or to re-enter an 2016 andoned well. Use form 3160-3 (APD) for such proposals. 19	6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON TRAIL OF TRUE DO NOT use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals 19 2016			NMLC068430 6. If Indian, Allottee	or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side. RECEIVED		7. If Unit or CA/Agre 891000303J	ement, Name and/or No.		
1. Type of Well			Well Name and No. POKER LAKE UNIT CVX JV PC 6H		
Oil Well 🔲 Gas Well 📋 Otl					VII CVX JV PC ON
2. Name of Operator Contact: TRACIE J CHERRY BOPCO LP E-Mail: tjcherry@basspet.com		9. API Well No. 30-015-36636-00-S1			
3a. Address P O BOX 2760 MIDLAND, TX 79702				10. Field and Pool, or WILDCAT	Exploratory
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description)			11. County or Parish,	and State
Sec 33 T24S R30E SESE 350 32.167987 N Lat, 103.878578				EDDY COUNT	Y, NM
12. CHECK APPI	ROPRIATE BOX(ES) TO I	NDICATE NATURÉ OF	NOTICE, R	EPORT, OR OTHE	R DATA
TYPE OF SUBMISSION .	. TYPE OF ACTION				
	☐ Acidize	□ Deepen	☐ Produc	tion (Start/Resume)	☐ Water Shut-Off
■ Notice of Intent	Alter Casing .	Fracture Treat	☐ Reclan	nation	■ Well Integrity
☐ Subsequent Report	☐ Casing Repair	□ New Construction	☐ Recom	plete	☑ Other
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon	☐ Tempo	rarily Abandon	Venting and/or Flari
	☐ Convert to Injection	☐ Plug Back	☐ Water	Disposal	ng
13. Describe Proposed or Completed Op If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Al determined that the site is ready for f	ally or recomplete horizontally, given will be performed or provide the loperations. If the operation result pandonment Notices shall be filed final inspection.)	ve subsurface locations and mea e Bond No. on file with BLM/B ts in a multiple completion or re only after all requirements, inclu	sured and true v IA. Required su completion in a uding reclamatio	ertical depths of all pertir ibsequent reports shall be new interval, a Form 316	ent markers and zones. filed within 30 days 0-4 shall be filed once
BOPCO, LP respectfully subm 90-days, July - September, 20	116.	intent to intermittently har	e 101		
Well producing to this battery of POKER LAKE UNIT CVX JV FORER LAKE UNIT CVX JV F	°C 006H* / 30-015-36636-0	0-S1 SEE 0-S1 CON	ATTA MOITION	CHED FOR NS OF APPR	OVAL
Estimated amount to flare is 1 intermittent and is necessary of		peline conditions. Flaring v	vill be		
Gas is commingled at the flare individual well locations.	e to reduce the number flare	stacks that would be nee	ded for A	ccepted For	<i>P</i>
14. I hereby certify that the foregoing is	Electronic Submission #341	1222 verified by the BLM W PCO LP, sent to the Carlsb		n System	
	mitted to AFMSS for process	sing by PRISCILLA PEREZ	on 06/10/2016	(16PP1423SE) //	\
Name (Printed/Typed) TRACIE J	CHERRY	Title REGU	LATORY AN		
Signature (Electronic S	ubmission)	Date 06/06/2	2016	Arralle	
	THIS SPACE FOR	FEDERAL OR STATE	OFFICE/U	SEJUN 27 ZUN	i ba
Approved By		Title	Va	mel	May // W/

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.

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

Additional data for EC transaction #341222 that would not fit on the form

32. Additional remarks, continued

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.