Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR IS DOOD FINE BUREAU OF LAND MANAGEMENT IN BUREAU OF LAND MANAGEMENT IS DOOD FINE BUREAU OF LAND MANAGEMENT IN BUREAU OF LAND MANAGEMENT IN BUREAU OF LAND MANAGEMENT IN BURE

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

SUNDRY NOTICES AND REPORTS ON WELT S. Do not use this form for proposals to drill or to re-enter any

5-Lease Serial No. NMNM03677

6 If Indian Allottee or Tribe Name

abandoned we	II. Use form 3160-3 (API	D) for such p	roposals. ~	THE COME	3 . It manual, renouce of	Tribe Nume
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No.	
1. Type of Well A Oil Well Gas Well Oth		8. Well Name and No. STEBBINS 20 FEDERAL 124H				
Name of Operator MATADOR PRODUCTION CO	PE 9 API WEII No. ces.com 30-015-441.85					
3a. Address 5400 LBJ FREEWAY STE 150 DALLAS, TX 75240	(include area cod 1-5200 -5201	de)	10. Field and Pool or Exploratory Area WC015G04S202920D BONE SPG			
4. Location of Well (Footage, Sec., T			11. County or Parish, State			
Sec 20 T20S R29E Mer NMP		,	EDDY COUNTY, NM			
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICA	ΓE NATURE	OF NOTICE,	REPORT, OR OTH	ER DATA
TYPE OF SUBMISSION	TYPE OF ACTION					
D Notice of latent	☐ Acidize	☐ Deep	☐ Deepen.		ion (Start/Resume)	☐ Water Shut-Off
☑ Notice of Intent	☐ Alter Casing	☐ Hyd:	raulic Fracturin	g 🔲 Reclam	ation	☐ Well Integrity
☐ Subsequent Report	Casing Repair	□ New	Construction	Recomp	olete	Other
☐ Final Abandonment Notice	Change Plans	Plug	and Abandon	□ Tempor	arily Abandon	Venting and/or Flari
	☐ Convert to Injection	Plug	Back	□ Water I	Disposal	
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 testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator of the determined that the site is ready for final inspection. BLM BOND NO. NMB0001079 SURETY BOND NO. RLB0015172 Requesting to flare for 90 days 05/06 - 08/04/18 due to heater treater flash. Flaring at this flare point: NMNM-003677 Stebbins 19 Federal 124H 30-015-44172 producing from Russell; Bone Spring. Stebbins 20 Federal 124H 30-015-44185-00-S1 producing from the Bone Spring. Stebbins 20 Federal 134H 30-015-44175-00-S1 producing from the Bone Spring.						8 O.C.D.
14. I hereby certify that the foregoing is true and correct. Electronic Submission #413152 verified by the BLM Well Information System For MATADOR PRODUCTION COMPANY, sent to the Carlsbad Committed to AFMSS for processing by DEBORAH MCKINNEY on 05/02/2018 () Name (Printed/Typed) JOHN ROMANO Title AREA PRODUCTION MANAGER						
						- · · · · · · · · · · · · · · · · · · ·
Signature (Electronic S	Submission)	<u></u>	Date 05/02	/2018	· · · · · · · · · · · · · · · · · · ·	·
· · · .	THIS SPACE FO	R FEDERA	L OR STAT	E OFFICE U	SE	
Approved By /s/ Jonathon Shepard			Title P	troleum	enginter	5/20/2018
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent to condu	Office C	FO				
Fitle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s					ake to any department or a	gency of the United

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Condition of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
- 2. All flaring under this request is considered to be "avoidably lost": Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179. Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".

Exceptions:

- a. The first 24 hours of a <u>temporary emergency flare</u> is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.103 3179.105.