<u>District 1</u> 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

to Appropriate District Office NM OIL CONSERVATION

Submit Original

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

ARTESIA DISTRICT

Date: 9/28/17	GAS CAPTURE PLAN	RECEIVED
⊠ Original	Operator & OGRID No.:	BOPCO, LP [260737]
Amended - Reason for Amendment:		

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility - Name of facility: Brushy Draw 30 & 31 Federal CTB

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Brushy Draw 30 Fed 102H		M-30-25S-30E	330' FSL &	2530	Flared/Sold	
Brushy Draw 30 Fed 122H		M-30-25S-30E	1175° FWL 330° FSL &	3960	Flared/Sold	
Brushy Draw 30 Fed 703H	-	M-30-25S-30E	1205' FWL 330' FSL &	2530	Flared/Sold	
Brushy Draw 30 Fed 701H		M-30-25S-30E	1145' FWL 330' FSL &	2530	Flared/Sold	
Brushy Draw 30 Fed 121H		M-30-25S-30E	340' FWL 330' FSL & 400' FWL	3960	Flared/Sold	
Brushy Draw 30 Fed 901H	1	M-30-25S-30E	330' FSL & 370' FWL	2300	Flared/Sold	
Brushy Draw 30 Fed 104H		N-30-25S-30E	330' FSL & 2010' FWL	2530	Flared/Sold	
Brushy Draw 30 Fed 123H		N-30-25S-30E	330' FSL & 1980' FWL	3960	Flared/Sold	
Brushy Draw 30 Fed 903H		N-30-25S-30E	330' FSL & 1950' FWL	2300	Flared/Sold	
Brushy Draw 30 Fed 106H		O-30-25S-30E	330' FSL & 1615' FWL	2530	Flared/Sold	
Brushy Draw 30 Fed 125H		O-30-25S-30E	330' FSL & 1585' FWL	3960	Flared/Sold	
Brushy Draw 30 Fed 126H		O-30-25S-30E	330' FSL & 1555' FWL	3960	Flared/Sold	
Brushy Draw 31 Fed 124H		B-31-25S-30E	223' FNL & 2344' FEL	3960	Flared/Sold	
Brushy Draw 31 Fed 905H		B-31-25S-30E	223' FNL & 2284' FEL	2300	Flared/Sold	
Brushy Draw 31 Fed 705H	20.015	B-31-25S-30E	2200'FNL & 600' FEL	2530	Flared/Sold	
Brogstry Diamy 31 Fed 108)	30-01 5 45 196	H-31-25S-30E	2200'FNL & 600' FEL	3960	Flared/Sold	
Brushy Draw 31 Fed 127H		H-31-25S-30E	2200'FNL & 660' FEL	3960	Flared/Sold	
Brushy Draw 31 Fed 128H	ļ	H-31-25S-30E	2200'FNL & 631' FEL	3960	Flared/Sold	
Brushy Draw 31 Fed 707H		H-31-25S-30E	2200'FNL & 720' FEL	2530	Flared/Sold	
Brushy Draw 31 Fed 907H		H-31-25S-30E	2200'FNL & 690' FEL	2300	Flared/Sold	

Gathering System and Pipeline Nouncation

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to Enlink and will be connected to Enlink low/high pressure gathering system located in Loving County, Texas. It will require 0' of pipeline to connect the facility to low/high pressure gathering system. BOPCO provides (periodically) to Enlink a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, BOPCO and Enlink have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at Enlink Processing Plant located in Block 27, Sec. 4, Loving County, Texas. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on Enlink system at that time. Based on current information, it is BOPCO's belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas On lease
 - o Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
 - O Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines