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 1220 S. St. Francis Dr., Santa Fe, NM 87505

X Original

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

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

Operator & OGRID No.: BP America Production Company -778

GAS CAPTURE PLAN

Li Amended	Date: June 16, 2016
Reason for Amendment:	
This Gas Capture Plan outlines actions to be taken by the Operator new completion (new drill, recomplete to new zone, re-frac) activity	Y.
Note: A C-129 must be submitted and approved prior to exceeding 60 well(s)/Production Facility – Name of facility	days allowed by Rule 19.15.18.12.A DIL CONS, DIV DIOS
Well(s)/Production Facility - Name of facility	DEC 2 2 2016

The	well(s) that will be loc	ated at the pro	duction facility a	re shown in	the table bel	low.		2
	Well Name	API 45-35777	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments	a h
	NEBU 602 Com 2H				0	N/A		

Gathering System and Pipeline Notification

Wells will be connected to a production facility after flowback operations are complete. The gas produced from the production facility is not dedicated to a 3rd party and will be produced to the BP owned gathering system in Rio Arriba County, New Mexico. It will require 753' of pipeline to connect the facility to low/high pressure gathering system. Gas from these wells will be processed at either the Enterprise Val Verde or the Williams Milagro Processing Plant located in San Juan County, NM. The Enterprise Val Verde plant is located at Sec. 14, T 29N, R 11W, San Juan, County, New Mexico. The Williams Milagro plant is located at Sec. 12, T 29N, R 11W, San Juan, County, New Mexico. 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, during cleanout/ drillout and flowback operations, the well(s) will be produced through temporary production tank(s), while monitoring the fluids and sand content.

Gas will be directed to the sales line, as this is a dry gas reservoir, and production facilities will be installed prior to completion. If at any time, gas is non-pipeline quality, then a small amount of gas might be flared or vented.

Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on the BP gathering system at that time. Based on current information, it is BP's belief the system can take this gas upon completion of the well(s).