Form 3160-5 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.				6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No.	
Type of Well				8. Well Name and No. W BELL LAKE 26 FEDERAL 1H	
Name of Operator Confact: RHONDA SHELDON CIMAREX ENERGY COMPANY OF CO-Mail: rsheldon@cimarex.com				9. API Well No. 30-025-40905-00-S1	
3a. Address 202 S CHEYENNE AVE. SUITE 1000 TULSA, OK 74103  3b. Phone No Ph: 918-29			RS OCD	10. Field and Pool, or Exploratory TRIPLE X	
4. Location of Well (Footage, Sec., 7		R2 OCD	11. County or Parish, and State		
Sec 26 T23S R33E SESE 330FSL 510FWL			0 5 2016	LEA COUNTY,	NM
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE NATURE	DENOTICE R	EPORT, OR OTHE	R DATA
TYPE OF SUBMISSION	N TYPE OF ACTION				
Notice of Intent     ■	☐ Acidize	☐ Deepen	☐ Produc	tion (Start/Resume)	☐ Water Shut-Off
_	☐ Alter Casing	☐ Fracture Treat	□ Reclan	nation	□ Well Integrity
☐ Subsequent Report	☐ Casing Repair	■ New Construction	n Recom	plete	<b>⊘</b> Other
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abando	on	rarily Abandon	Venting and/or Flari
	☐ Convert to Injection	☐ Plug Back	☐ Water	Disposal	"6
determined that the site is ready for fi Cimarex requests permission downtime.		S	EE ATTA	CHED FOR	ROVAL
14. I hereby certify that the foregoing is	true and correct. Electronic Submission #3 For CIMAREX ENE itted to AFMSS for process	37356 verified by the BLN ERGY COMPANY OF CO, sing by JENNIFER SANCH	Well Information sent to the Hobb IEZ on 04/25/2016	System (16JAS0333SE)	
Name (Printed/Typed) RHONDA SHELDON			GULATORY TE		X
Signature (Electronic S		25/2016			
	THIS SPACE FO	R FEDERAL OR STA	TE OFFICE U	SE APH 2 19 20	16
Approved By  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.  Citle 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any pe				CARLSBAU (ARLSBAU (Ar	Date Date agency of the United
States any false, fictitious or fraudulent s					//

\*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*

Accepted for Record Only
MURJOCD 5/12/2016

## 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
- 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.
- 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.