Form 3160-5 (August 2007) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 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.			OMB	NMLC029509A 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. 8. Well Name and No. BAISH A 3	
			NMLC0295094		
SUBMIT IN TRI					
1. Type of Well Soll Well Gas Well Oth	BAISH A 3				
2. Name of Operator CONOCOPHILLIPS COMPAN	9. API Well No. 30-025-00618-	9. API Well No. 30-025-00618-00-S1			
		3b. Phone No. (include area code Ph: 432-688-9174	e) 10. Field and Pool, o BAISH	10. Field and Pool, or Exploratory BAISH	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Parish, and State		
Sec 21 T17S R32E SENE 2310FNL 990FEL -			LEA COUNTY, NM		
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE NATURE OF	NOTICE, REPORT, OR OTHE	ER DATA	
TYPE OF SUBMISSION		ТҮРЕ О	FACTION	182 233	
Notice of Intent	Acidize		Production (Start/Resume)	Water Shut-Off Wall Integrity	
Subsequent Report	 Alter Casing Casing Repair 	 Fracture Treat New Construction 	 Reclamation Recomplete 	 Well Integrity Other 	
Final Abandonment Notice	Change Plans	Plug and Abandon	Temporarily Abandon	Venting and/or Flari	
13. Describe Proposed or Completed Ope	Convert to Injection	Plug Back	Water Disposal	and the second	
The flare is to be estimated from Estimated 30 MCF/pd Well listed below going to battle Baish A #3 30-025-00618 Baish A #5 30-025-00619 Baish A #12 30-025-20056 Baish A #14 30-025-30363	tery.	SEE A CONE	TTACHED FOR	OVAL	
				()	
 I hereby certify that the foregoing is Com Name (Printed/Typed) RHONDA 	Electronic Submission #3 For CONOCOF nmitted to AFMSS for proce	39873 verified by the BLM We PHILLIPS COMPANY, sent to ssing by PRISCILLA PEREZ o Title STAFF	the Hobbs /		
			1 THINK W		
Signature (Electronic S	Submission)	Date 05/20/2	016		
		Date 05/20/2		AL	
Signature (Electronic S		and the second		C BAGO / CM	
Signature (Electronic S Approved By Conditions of approval, if any, are attached ertify that the applicant holds legal or equ	THIS SPACE FO	R FEDERAL OR STATE		Conce M	
Signature (Electronic S Approved By Conditions of approval, if any, are attached sertify that the applicant holds legal or equiviries would entitle the applicant to condu-	this space for d. Approval of this notice does n uitable title to those rights in the act operations thereon. U.S.C. Section 1212, make it a c	Title Title Office rime for any person knowingly and	OFFICE USEUN 2 7 (2)16 HIPEALL OF LAND AND COR CARLSBAD FIELD OF H	Jone M	
Signature (Electronic S Approved By Conditions of approval, if any, are attached certify that the applicant holds legal or equ which would entitle the applicant to condu Title 18 U.S.C. Section 1001 and Title 43 U States any false, fictitious or fraudulent s	THIS SPACE FO d. Approval of this notice does r uitable title to those rights in the act operations thereon. U.S.C. Section 1212, make it a c statements or representations as t	R FEDERAL OR STATE	OFFICE USEUN 2 7 (2)16 HIPEALL OF LAND AND COR CARLSBAD FIELD OF H	agency of the United	

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.
- 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.
- 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.