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

rts on wells in the first or to re-enter and	6. If Indian, Allottee	or Tribe Name	
ions on reverse side.	0.000		
	7. If Unit or CA/Agree	rement, Name and/or No.	
1. Type of Well ☐ Gas Well ☐ Other		8. Well Name and No. AMOCO 21 FEDERAL 1H	
ENNIFER A DUARTE	9. API Well No.		
irte@oxy.com	30-025-40753-	00-S1	
3b. Phone No. (include area code Ph: 713-513-6640	10. Field and Pool, or LUSK	Exploratory	
	11. County or Parish,	and State /	
	LEA COUNTY,	NM /	
INDICATE NATURE OF	NOTICE, REPORT, OR OTHE	R DATA	
TYPE O	F ACTION		
☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off	
☐ Fracture Treat	☐ Reclamation	■ Well Integrity	
■ New Construction	Recomplete	Other V	
□ Plug and Abandon	☐ Temporarily Abandon	Venting and/or Flari	
□ Plug Back	☐ Water Disposal		
ests permission to flare for S	Of days ending	R	
	ONDITIONS OF AF	PROVAL	
12702	II Information System		
TAL PERMIAN LP, sent to the sing by PRISCILLA PEREZ o	n 07/05/2016 (16PP0852SE)		
TAL PERMIAN LP, sent to the sing by PRISCILLA PEREZ o	e Hobbs		
TAL PERMIAN LP, sent to the sing by PRISCILLA PEREZ o	e Hobbs in 07/05/2016 (16PP0852SE) ATORY SPECIALIST		
TAL PERMIAN LP, sent to the sing by PRISCILLA PEREZ o	n 07/05/2016 (16PP0852SE) ATORY SPECIALIST		
TAL PERMIAN LP, sent to the sing by PRISCILLA PEREZ of Title REGUL	APPROV OFFICE USE		
	Ph: 713-513-6640 INDICATE NATURE OF TYPE O Deepen Fracture Treat New Construction Plug and Abandon Plug Back details, including estimated starting the Bond No. on file with BLM/BL lits in a multiple completion or rect only after all requirements, including above location began to the ests permission to flare for S	INDICATE NATURE OF NOTICE, REPORT, OR OTHE TYPE OF ACTION Deepen Production (Start/Resume) Fracture Treat Reclamation New Construction Recomplete Plug and Abandon Temporarily Abandon	

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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.
- 7. 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.