Form 3160-5 (June 2015)

UNITED STATES

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
SUNDRY NOTICES AND REPORTS ON WELLS BOTTOM SUNDRY NOTICES AND REPORTS ON THE PROPERTY OF THE PROPERT

Do not use the abandoned we	is form for proposals to II. Use form 3160-3 (API	drill or to re- D) for such p	ropostis.D	Hobb	6. If Indian, Allottee o	r Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on PHOBBS OCD						ment, Name and/or No.	
Type of Well ☐ Gas Well ☐ Otl	JUN 1 3 2018			8. Well Name and No. SHOOT 12 FED 0			
Name of Operator HARVEY E YATES COMPAN	9. API Well No. 30-025-30734-00-S1						
3a. Address 3b. Phone N Ph: 972-3 ROSWELL, NM 88202 Fx: 972-3			(include area code) 1-5200		Field and Pool or Exploratory Area W CORBIN		
4. Location of Well (Footage, Sec., 7	·	11. County or Parish, State			_		
Sec 12 T18S R32E NWSE 23			LEA COUNTY, NM				
12. CHECK THE A	PPROPRIATE BOX(ES)	TO INDICA	ΓE NATURE O	F NOTICE,	REPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION TYPE OF ACTION							
Notice of Intent	☐ Acidize	☐ Deep	oen	☐ Product	ion (Start/Resume)	■ Water Shut-Off	
, 9	☐ Alter Casing	☐ Hydi	raulic Fracturing	☐ Reclam	ation	■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	□ New	Construction	☐ Recomp	olete	Other	
☐ Final Abandonment Notice	☐ Change Plans	Plug	and Abandon	☐ Temporarily Abandon		Venting and/or Flan	1
	Convert to Injection	Plug	Back	■ Water Disposal			
13. Describe Proposed or Completed Op If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for the BLM BOND NO NMB001079 SURETY BOND NO 0015172	ally or recomplete horizontally, rk will be performed or provide I operations. If the operation re bandonment Notices must be fil inal inspection.	give subsurface the Bond No. on sults in a multiple	locations and measu file with BLM/BIA completion or reco	red and true ve . Required sul mpletion in a	ertical depths of all pertin bsequent reports must be new interval, a Form 316	ent markers and zones. filed within 30 days 0-4 must be filed once	
REQUESTING TO FLARE FO	OR 90 DAYS 06/12/18 - 0	9/10/18.				•	
FRONTIER WILL NOT TAKE	OUR GAS DUE TO HIGH	H NITROGEN	PERCENTAGE	(>4%).			
				····			
14. I hereby certify that the foregoing is	Electronic Submission #	E YATES CO	fPÅNY, sent to ti	ne Hobbs	-		
Name (Printed/Typed) RAKESH	PATEL		Title PROD E	NGINEER			
Signature (Electronic	Submission)		Date 06/06/20	018			
	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE U	SE		
Approved By /s/ Jonathon Shepard 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 overstions thereon.				troleu risbad	m Engine I Field Offi	N-11-2018 Ce	
which would entitle the applicant to conduct operations thereon.			Office Ca				

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2) MAB/OCD 6/14/2018

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Condition of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
- All'flaring under this request is considered to be "avoidably lost":
 Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179.
 Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".

Exceptions:

- a. The first 24 hours of a <u>temporary emergency flare</u> is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.103 3179.105.