UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

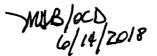
FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

SUNDRY NOTICES AND REPO	RTS ON WELLS
Do not use this form for proposals to	drill or to re-enter an

Carlsbad Flata Office

Do not use thi abandoned we	is form for proposals to d II. Use form 3160-3 (APD)	irill or to re-e) for such pr	enter an coposals	QCO.D	6 Harding Mottee or	Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on page 2 JUN 1 3 2018					7. If Unit or CA/Agreement, Name and/or No. 891018042B		
1. Type of Well					8. Well Name and No.		
1. Type of Well Oil Well Gas Well Other Contact: AVA MONROE MATADOR PRODUCTION COMPANYS Mail: amorroe@matadorresources company comp					YOUNG DEEP UN	III 34 	
Name of Operator Contact: AVA MONROE MATADOR PRODUCTION COMPANYE-Mail: amonroe@matadorresources.com					9. API Well No. 30-025-31467-00-S1		
3a. Address 5400 LBJ FREEWAY SUITE 1 DALLAS, TX 75240	include area code -5200 5201)	10. Field and Pool or Exploratory Area YOUNG-BONE SPRING, NORTH				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec 9 T18S R32E SWSE 330		LEA COUNTY, NM					
12. CHECK THE AI	PPROPRIATE BOX(ES) T	TO INDICAT	E NATURE C	F NOTICE,	REPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION	BMISSION TYPE OF ACTION						
Mating of Laterat	☐ Acidize	☐ Acidize ☐ Deepen		☐ Product	ion (Start/Resume)	☐ Water Shut-Off	
Notice of Intent ■	☐ Alter Casing	——————————————————————————————————————		☐ Reclam	ation	■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	☐ New	Construction	☐ Recomp	olete	Other	
☐ Final Abandonment Notice			and Abandon	☐ Tempor	arily Abandon	Venting and/or Flari	
	☐ Convert to Injection	☐ Plug	Back	■ Water I	Disposal	ng	
BLM BOND NO. NMB000107: SURETY BOND NO. RLB001 REQUESTING TO FLARE FO Frontier will not accept our gas	5172 DR 90 DAYS 03/11/18 - 06/).				
	Electronic Submission #40 For MATADOR PR nmitted to AFMSS for proces	RODUCTION C	OMPANY, sent CILLA PEREZ o	to the Hobbs on 03/08/2018	3		
Name (Printed/Typed) RAKESH PATEL Title PROD ENG				ENGINEER	· · · · · · · · · · · · · · · · · · ·		
Signature (Electronic S	Submission)		Date 03/06/2	2018			
2-Branes (Speedoline)	THIS SPACE FO	R FEDERAI			SE		
Approved By	/ Jonathon Shepa	rd	Title	: LINULI	William La	5(20/2018)	
Conditions of approval, if any, are attache certify that the applicant holds legal or equ which would entitle the applicant to condu	Office C	3					
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent					ake to any department or a	agency of the United	

(Instructions on page 2) ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **



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.