| Form 3160-5 (June 2015) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENC APISDAD Field SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-ently CD Hobb abandoned well. Use form 3160-3 (APD) for such proposals. | | | | | | |
|--|---|---|---|---|--|--|
| SUBMIT IN TRIPLICATE - Other instructions on page 2 7. If Unit or CA/Agreement, Name and/or No. NMNM138655 1. Type of Well Gas Well Other Image: Control of Well Gas Well Other | | | | | | |
| Type of Well Oil Well Gas Well Oth | 2018 | 8: Will Name and No. ROJO D 7811 JV P COM 2H | | | | |
| 2. Name of Operator Contact: KATY REDDELL BTA OIL PRODUCERS E-Mail: kreddell@btaoil.com | | | Es l | 9. API Well No. 30-025-42918-00-S1 | | |
| 3a. Address 104 SOUTH PECOS STREET MIDLAND, TX 79701 | 3b. Phone No. (include area code) Ph: 432-682-3753 Ext: 139 | | 10. Field and Pool or Exploratory Area RED HILLS-BONE SPRING, NORTH | | | |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | | | | 11. County or Parish, State | | |
| Sec 22 T25S R33E NENE 210FNL 1254FEL | | | | LEA COUNTY, NM | | |
| 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | | | | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | |
| Notice of Intent | Acidize | Deepen | Production (Start/Resume) | | □ Water Shut-Off | |
| _ | □ Alter Casing | Hydraulic Fracturing | Reclamation | | Well Integrity | |
| Subsequent Report | Casing Repair | New Construction | Recomplete Temporarily Abandon Water Disposal | | | |
| Final Abandonment Notice | Change Plans | Plug and Abandon | | | _ | |
| | Convert to Injection | Plug Back | | | | |
| 13. Describe Proposed or Completed Op If the proposal is to deepen direction: Attach the Bond under which the woo following completion of the involved testing has been completed. Final Al determined that the site is ready for f | ally or recomplete horizontally, rk will be performed or provide d operations. If the operation re- bandonment Notices must be fil | give subsurface locations and measur the Bond No. on file with BLM/BIA sults in a multiple completion or reco | red and true ver Required sub mpletion in a n | rtical depths of all pertir sequent reports must be ew interval, a Form 316 | ent markers and zones. filed within 30 days 0-4 must be filed once | |

BTA Oil Producers, LLC respectfully requests the ability to flare casinghead gas from The Rojo D 7811 JV-P Com 2H oil well. The well is connected to a sales line and the casinghead gas produced from these wells have been sold. In order for the wells to continue to produce oil, the gas must be occasionally flared due to pipeline capacity constraints.

105,552 MCF/D

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| For BTA OIL PRO | rerified by the BLM Well Information System DUCERS, sent to the Hobbs y PRISCILLA PEREZ on 09/14/2018 (18PP1854SE) Title REGULATORY ANALYST | | | | |
|--|--|--|--|--|--|
| Signature (Electronic Submission) | Date 09/13/2018 | | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | |
| Approved By /s/ Jonathon Shepard | Title Petroleum Engineer SEBat 4 2018 | | | | |
| Conditions of approval, if any, are attached. Approval of this notice does not warran certify that the applicant holds legal or equitable title to those rights in the subject le which would entitle the applicant to conduct operations thereon. | mor Carlsbad Field Office | | | | |
| 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) ** BLM REVISED ** | | | | | |
| WIB/OCD 9/24/2018 | | | | | |

BUREAU OF LAND MANAGEMENT

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

Conditions of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission.
- 2. All flaring under this request is considered to be "avoidably lost". Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "33".

Exceptions:

- a. The first 24 hours of a temporary emergency flare 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.