_Approved By

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 operations thereon.

UNITED STATES

FORM APPROVED

D D	EPARTMENT OF THE	INTERIOR AGEMENT DRTS ON WELDS SERVED O drill of the enter all THE PD) Reduction proposals	OMB N Expires	NO, 1004-0135 : July 31, 2010	
SUNDRY	5. Lease Serial No. NMI CO71988B				
Do not use ti	6 If Indian Allottee	6. If Indian, Allottee or Tribe Name			
abandoned w	ell. Use form 3160-3 (AF	o drill or to be enter all 1990 or to the control of the control o	6. 17 Indian, 74 notice	or Truc Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side. 1. Type of Well			7. If Unit or CA/Agre 891000558G	eement, Name and/or No.	
1. Type of Well			8. Well Name and No		
☑ Oil Well ☐ Gas Well ☐ Other			JAMES RANCH	UNII 55	
2. Name of Operator BOPCO LP	Contact: E-Mail: tjcherry@	TRACIE J CHERRY basspet.com	9. API Well No. 30-015-27589-	9. API Well No. 30-015-27589-00-S1	
3a. Address P O BOX 2760 MIDLAND, TX 79702		3b. Phone No. (include area code) Ph: 432-683-2277		10. Field and Pool, or Exploratory LOS MEDANOS	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Parish, and State		
Sec 17 T23S R31E SENW 1980FNL 1980FWL			EDDY COUNT	EDDY COUNTY, NM	
AA OURIGINA NE					
12. CHECK APP	ROPRIATE BOX(ES) T	O INDICATE NATURE OF N	IOTICE, REPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent	☐ Acidize	Deepen	☐ Production (Start/Resume)	■ Water Shut-Off	
_	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	mation	
☐ Subsequent Report	☐ Casing Repair	□ New Construction	☐ Recomplete	Other	
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon	☐ Temporarily Abandon	Venting and/or Flaring	
	Convert to Injection	Plug Back	□ Water Disposal	6	
Attach the Bond under which the we following completion of the involve	nally or recomplete horizontally ork will be performed or provided of operations. If the operation in the abdomment Notices shall be fi	ent details, including estimated starting e. give subsurface locations and measure the Bond No. on file with BLM/BIA esults in a multiple completion or reco- led only after all requirements, including the control of the control	red and true vertical depths of all pertic. Required subsequent reports shall be impletion in a new interval, a Form 310	nent markers and zones. c filed within 30 days 60-4 shall be filed once	
BOPCO, LP respectfully sub 90-days, July - September, 2	mits this sundry for Notice 016.	of Intent to intermittently flare	ACCEDIEU FU	r Record	
Wells producing to this batter	y are as follows:		NMOC	DAB813116	
JAMES RANCH UNIT 55* / 30-015-27589-00-S1					
JAMES RANCH UNIT 57 / 30	0-015-27887-00-S1		CONDITIONS OF A		
Estimated amount to flare is intermittent and is necessary	50 MCFD, depending on p due to restricted pipeline	pipeline conditions. Flaring will i	be ACC	HIROVAL	
Gas volumes will be metered	prior to flaring, allocated	back to each well and reported	on monthly		
14. I hereby certify that the foregoing i	s true and correct.			$\overline{}$	
Coi	Fort	341186 verified by the BLM Well BOPCO LP, sent to the Carlsbad essing by PRISCILLA PEREZ on	1 / 1 /	/, / /	
Name(Printed/Typed) TRACIE.	CHERRY	Title REGULA	TORY ANALYST	′ / /	
Signature (Electronic	Submission)	Date 06/06/20	L/ APPROVXI	<u>/</u> //	
- Cheatone			+ + + + = = +/ -/		
	INIO SPACE FU	OR FEDERAL OR STATE O	7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7		

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.

Title

Office

Additional data for EC transaction #341186 that would not fit on the form

32. Additional remarks, continued

production reports

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.