Fort 3160-5 (June 2015)

UNITED STATES Carlsbad Field Officexpires: BUREAU OF LAND MANAGEMENT QCD Artes 5. Lease Serial No. NMNM03677

Do not use thi	is form for proposals to drill	or to re-enter an	THE SECOND INVINIONOUS		
abandoned we	6. If Indian, Allottee	6. If Indian, Allottee or Tribe Name			
SUBMIT IN		7. If Unit or CA/Agreement, Name and/or No. NMNM138390			
1. Type of-Well		8. Well Name and No. STEBBINS 19 FED COM 123H			
☑ Oil Well ☐ Gas Well ☐ Oth	. 072001140 131				
2. Name of Operator MATADOR PRODUCTION CO	9. API Well No. 30-015-44170-	9. API Well No. 30-015-44170-00-S1			
3a. Address ONE LINCOLN CENTER 5400 LBJ FREEWAY SUITE DALLAS, TX 75240 3b. Phone No. (include area code) 1500 972-371-5200 Fx: 972-371-5201				10. Field and Pool or Exploratory Area RUSSELL-BONE SPRING	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Parish	11. County or Parish, State	
Sec 19 T20S R29E NESE 2317FSL 410FEL 32.557971 N Lat, 104.106609 W Lon			EDDY COUNT	EDDY COUNTY, NM	
12. CHECK THE AI	PPROPRIATE BOX(ES) TO I	NDICATE NATURE OF	F NOTICE, REPORT, OR OT	HER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	■ Water Shut-Off	
■ Notice of Intent	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	■ New Construction	Recomplete	Other	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	□ Temporarily Abandon	Venting and/or Flari	
	☐ Convert to Injection	□ Plug Back	☐ Water Disposal	ng	
testing has been completed. Final At determined that the site is ready for f BLM BOND NO NMB001079 SURETY BOND NO RLB 001 REQUESTING TO FLARE FO	•	y after all requirements, includi 04/20. JES. ACCE!	oted for record	CEVED 2 3 2019	
	Electronic Submission #47103 For MATADOR PRODU nmitted to AFMSS for processin	CTION COMPANY, sent to g by PRISCILLA PEREZ or	o the Carlsbad n 06/27/2019 (19PP2615SE)		
Name (Printed/Typed) AVA MOI	Title SR. REC	GULATORY ANALYST			
Signature (Electronic S	Submission)	Date 06/27/20	019		
	THIS SPACE FOR F	EDERAL OR STATE	OFFICE USE		
Approved By /s/ Jonathon Shepard		TitlePetrol	eum Engineer	UL 1 2 2019	
Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conduct the conduction of th	arrant of Carlsb	2 725 0 0 0 0 0 0 0			
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a crime statements or representations as to any	for any person knowingly and matter within its jurisdiction.	willfully to make to any department	or agency of the United	

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" per 43 CFR 3179.4(a)(2)(i iii). 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 (43 CFR 3179.103(a)). 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, 3179.101 3179.104.