Form 3160-5 (April 2004)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OM B No 1004-0137 Expires March 31, 2007

#### 5 Lease Serial No NM 030457

SUNDRY NOTICES AND REPORTS ON WELLS If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE- Other instructions on reverse side. Poker Lake Unit NMNM71016X 1. Type of Well Öıl Well 🗆 🗆 Gas Well□□ Other 8. Well Name and No. Poker Lake Unit #356H 2. Name of Operator BOPCO, L. P. 9 API Well No. 30-015-39675 3a Address 3b. Phone No (include area code) 432-683-2277 P. O. Box 2760, Midland, TX 79702 10. Field and Pool, or Exploratory Area Cotton Draw, SO (Delaware) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State Surface: NWSE, UL J. 2210' FSL, 1850' FEL, Lat N32,172808, Long W103,779675 Bottom Hole: 1760' FNL, 2300' FWL, Sec 3, T25S, R31E, Lat: N32.161828, Long: W103.76640 Sec 33, T24S, R31E, Mer, NMP 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acıdize Water Shut-Off Production (Start/Resume) Deenen Notice of Intent Well Integrity Alter Casing Reclamation Fracture Treat Other Certify armored Casing Repair New Construction Recomplete Subsequent Report flex hose. Change Plans Temporarily Abandon Plug and Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13 Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filled once testing has been completed Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) BOPCO, L.P. would like to utilize an armored, 3", 5000 psi WP flex hose for the choke line in the drilling of the well. This is rig equipment and will help quicken nipple up time thus saving money without a safety problem. The hose itself is rated to 5000 psi and has 5000 psi flanges on each end. This well is to be drilled to 13,667' MD (8,196' TVD) and max surface pressure should be +/- 1803 psi as prescribed in onshore order #2 shown as 0.22 psi/ft. Thus, 2000 psi BOPE (for 12-1/4" hole) and 3000 psi BOPE (for 8-3/4" and 6-1/8" hole) is all that is needed for this well. The Latshaw #4 BOPE diagram (5000 psi as specified within the approved APD) is attached along with spec sheet and drawing of the 3-1/2" flex hose. Accepted for record JUL **09** 2012 SEE ATTACHED FOR CONDITIONS OF APPROVA NMOCD ARTESIA 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Christopher Giese Title Drilling Engineer Signature Date 26 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Date Approved by Title 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 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

which would entitle the applicant to conduct operations thereon.

MIDWEST						
Hose and specialty inc.						
INTERNA	L HYDROS	TATIC TES	T REPOR	r	8	
Customer: LATSHAW DRILLING		P.O. Numb RiOH4	of:	!		
	HOSE SPECI	FICATIONS	<del> </del>			
Type: CHOKE &	ки	<u> </u>	Length:	30'		
I.D. Working Pressure	" INCHES TEST PRESSUR	0.0,	9-1/2" BURST PRES	BURE		
. 8,000 PB			<u> </u>			
Stem Part No.		Ferrule No.				
Type of Coupling:		Die Size;	<del> үч</del> -н			
	PRO	EDURE	. `			
Hone experi The Held :	hik prosesse feeted o AT THEY PROSESSING	Th water at small	<i>al imparigr</i> e. Burst Pressu	dis		
COMMENTS: SER#8181	(5 MCN),	<u> </u>		0 PSI		
Date: 3/1/2011	Tested By: DONNIE MCLE	MORE	Approved: BRENT S	URNETT		
<del> </del>	<u>~</u>					

### Internal Hydrostatic Test Graph

April 4, 2012

Michwest Hose & Specialty, Inc.

Customer: Latshaw

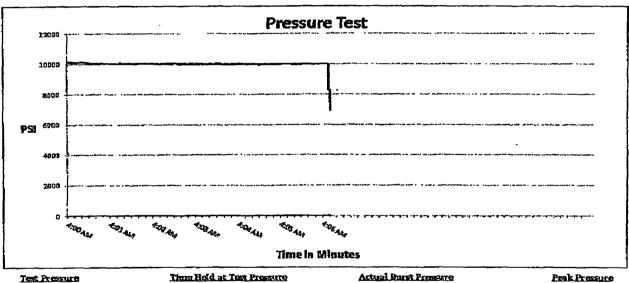
Pick Ticket #: 81610

103e	Specifi	cations

Hose Type	<u>Length</u>		
Ð	30*		
LD.	<u>C.D.</u>		
3"	415/32		
Working Pressure	Burst Pressure		
9000 P58	Standard Safety Muhitilier Appli		

#### Verification

Two of Fitting	Coupling Method
41/16 5K	Swage
Die Size	Pinal O.D.
5.12"	5.16°
Hose Serial #	Hose Assembly Serial #
<b>6984</b>	B1610



10000 PSI

5 1/4 Minutes

10195 PS

Comments: Hose assembly pressure tested with water at ambient temperature.

Tested By: Donnie Mclemore

Approved By: 80bby Fink

Flex line anchor requirements

The recommendation for anchoring this assembly is to attach a safety clamp on the mid-section of the hose and anchor to the sub-floor on the rig.

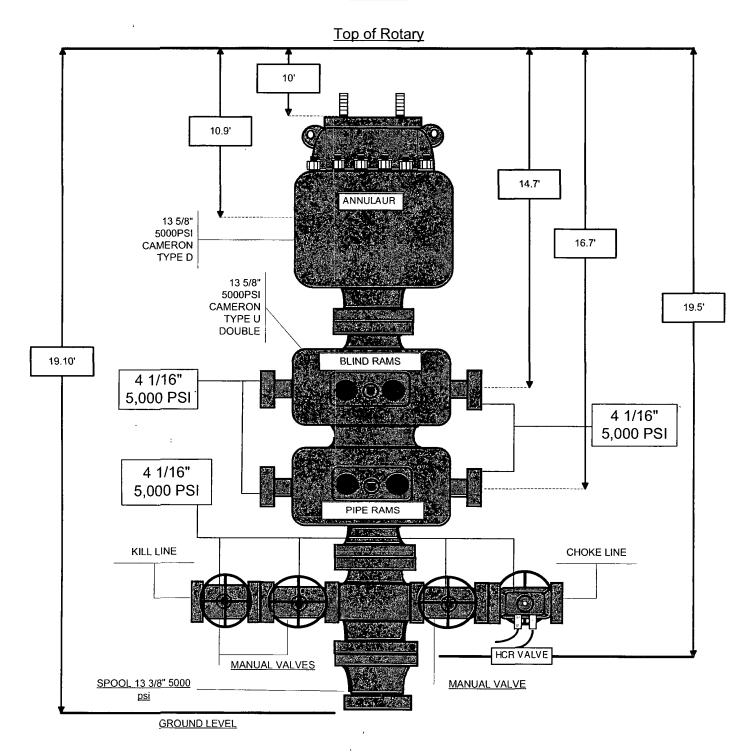
If any further information is needed, please feel free to contact me at 1-800-375-2358.

Best Regards,

W. Harvey Sparkman President

## **LATSHAW DRILLING**

### **RIG 4**



#### **CONDITIONS OF APPROVAL**

Sundry dated 6/26/12

OPERATOR'S NAME: BOPCO LP

LEASE NO.: | NM030457

WELL NAME & NO.: | 356H POKER LAKE UNIT

SURFACE HOLE FOOTAGE: 2210' FSL & 1850' FEL (sec. 33, T.24S.)
BOTTOM HOLE FOOTAGE 1760' FNL & 2300' FWL (sec. 3, T. 25S.)

LOCATION: Section 33, T.24 S., R.31 E., NMPM

COUNTY: | Eddy County, New Mexico

Variance approved to use flex line from BOP to choke manifold. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).

Operator shall keep copies of all Hose Specification and documentation on the drilling rig.

EGF 070312