Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

NMOCD Artesia

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

5. Lease Serial No. NMNM0543280A

SUNDRY NO	DIICES AND REPORTS ON WELLS
Do not use this t	form for proposals to drill or to re-enter an
abandoned well.	Use form 3160-3 (APD) for such proposals.

6 If Indian Allottee or Tribe Name

abandoned well. Use form 3160-3 (APD) for such proposals.				tee of Thoe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side.				Agreement, Name and/or No.	
1. Type of Well Gas Well Other				No. DERAL 7	
2. Name of Operator BOPCO LP	9. API Well No. 30-015-315	13-00-S1			
3a. Address P O BOX 2760 MIDLAND, TX 79702	one No. (include area code) 32-683-2277		10. Field and Pool, or Exploratory QUAHADA RIDGE		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Par	11. County or Parish, and State	
Sec 1 T23S R30E SENW 168	EDDY COU	EDDY COUNTY, NM			
12. CHECK APPE	ROPRIATE BOX(ES) TO INDIC	CATE NATURE OF N	NOTICE, REPORT, OR OT	HER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent	☐ Acidize ☐] Deepen	☐ Production (Start/Resume) Water Shut-Off	
_	☐ Alter Casing ☐	Fracture Treat	☐ 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	•	
testing has been completed. Final Ab determined that the site is ready for final Ab determined that the site is ready for final Ab determined that the site is ready for final BOPCO, LP respectfully submitted with a submitted submitted and the submitted and is necessary of the site of the submitted and the submitted a	are as follows: 10153151300S1 108H / 30-015-37272-00-S1 109H / 30-015-37310-00-S1 1010H / 30-015-37309-00-S1 100 MCFD, depending on pipeline fue to restricted pipeline capacity	to intermittently flare SEE CON conditions. Flaring wi	for ATTACHED FOI DITION SIDEON P ARTESIA DI ARRESIA DI	Recover the operator has	
14. I hereby certify that the foregoing is	Electronic Submission #333150 v	erified by the BLM Wel	I Information System	1	
Com	For BOPCO L mitted to AFMSS for processing b	P. sent to the Carlsba	d / / ·	/ / /	
Name (Printed/Typed) TRACIE J	- '	·	ATORY ANALYST		
Signature (Electronic S		Date 03/08/20			
	THIS SPACE FOR FED	ERAL OR STATE	OFFICE WARE 8 016	1/1,.//	
Approved By Conditions of approval, if any, are attached certify that the applicant holds legal or equ	1. Approval of this notice does not warra	Title	BANGA CAN LAND MAYAN CARLSBAD FIELD OFF		
which would entitle the applicant to condu	Office	//	/		
Fitle 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1001 and Title 43 U.S.C.	U.S.C. Section 1212, make it a crime for	any person knowingly and	willfully to make to any departmen	t or agency of the United	

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Additional data for EC transaction #333150 that would not fit on the form

32. Additional remarks, continued

Gas is commingled at the flare to reduce the number flare stacks that would be needed for individual well locations.

Gas volumes will be metered prior to flaring, allocated back to each well and reported on monthly 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.