Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Artesia

FORM APPROVED
OMB NO. 1004-013;
Fare bear 21 201

Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an							SIATE			
abandoned we	6. If Indian, Allottee or Tribe Name									
SUBMIT IN TRI	7. If Unit or CA/Agreement, Name and/or No. 891014168B									
Type of Well				8. Well N NASH	`.					
Name of Operator XTO ENERGY INCORPORA	RIAS com	•		9. API W	/ell No. 15-21277-0	00-83				
3a. Address 500 W ILLINOIS STREET SU MIDLAND, TX 79701	3b. Phone N Ph: 432-6 Fx: 432-61		code)		10. Field and Pool, or Exploratory CHERRY CANYON					
4. Location of Well (Footage, Sec., 7	11. County or Par				ty or Parisb,	and State				
Sec 13 T23S R29E SENE 198	•	EDDY-C				Y-COUNT1	Y, NM			
12. CHECK APPI	ROPRIATE BOX(ES) TO) INDICAT	ENATURE	OF N	OTICE R	FPORT (OR OTHE	R DATA		
TYPE OF SUBMISSION	TE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION									
TTTE OF SODIMISSION	TIPEOF SUBMISSION									
□ Notice of Intent	☐ Acidize /	□ Decpen			☐ Production (Start/Resume)			☐ Water Shut-Off		
Subsequent Report	☐ Alter Casing	_	cture Treat		Reclamation Recomplete			☐ Well Integrity		
- , ,	Classing Repair	_	w Constructio					☑ Other Venting and/or Flari ng		
☐ Final Abandonment Notice	☐ Change Plans ☐ Convert to Injection	_	g and Abando g Back	11	☐ Temporarily Abandon ☐ Water Disposal					
CORRECTION TO SUNDRY I NASH 42 BATTERY ASSOCIATED WELLS: NASH UNIT #001 30-015-212 NASH UNIT #005 30-015-218 NASH UNIT #006 30-015-218 NASH UNIT #010 30-015-269 NASH UNIT #011 30-015-275 NASH UNIT #012 30-015-276 NASH UNIT #013 30-015-273	77 00 03 92 20 02	SACTION 32	onbru.	AB pto:	DATED 1: A COVI Constitution of the country of th	rectly NM ord	OIL COI ARTESIA MAY	NSERVATION DISTRICT 1 6 2016 CEIVED		
14. I hereby certify that the foregoing is	frue and correct					7.1.				
14. Thoroby contry that the foregoing is	Electronic Submission #3 For XTO ENERG	38079 verifie	d by the BLM	Well I	Information	System	-///			
	itted to AFMSS for process		IFER SANCH	EZ on	05/02/20/16	•	02/SFE)/			
Name (Printed/Typed) PATTY R	JRIAS		Title RE		JORY AN		$H + \downarrow$			
Signature (Electronic S	ubmission)		/ Date 05/0	A 02/ 2 01	CCEPT	ED FO	R RECO	ORD /		
	THIS SPACE FO	R FEDERA	L OR STA	тв о			7	1/1.		
Approved By			Title		\ 	4Y 0	2016	Money ///		
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conduct	Office	1	EUREAU 6 CARLS	F LAND A BAD FIELS	ANAGEMEN OFFICE					
Fitle 18 U.S.C. Section 1001 and Title 43 U.S. States any false, fictitious or fraudulent st	J.S.C. Section 1212, make it a catements or representations as t	rime for any pe	rson knowingly	and w	ilifully to ma	ke to any de	partment or a	agency of the United		

Additional data for EC transaction #338079 that would not fit on the form

32. Additional remarks, continued

NASH UNIT #014 30-015-27510 NASH UNIT #015 30-015-28049 NASH UNIT #019 30-015-27590 NASH UNIT #020 30-015-27877 NASH UNIT #023 30-015-28272 NASH UNIT #024 30-015-28271 NASH UNIT #025 30-015-28818 NASH UNIT #033H 30-015-32476 NASH UNIT #034H 30-015-33991 NASH UNIT #036H 30-015-30176 NASH UNIT #038 30-015-29737 NASH UNIT #039H 30-015-36951 NASH UNIT #040H 30-015-37166 NASH UNIT #041H 30-015-37165 NASH UNIT #042H 30-015-37194 NASH UNIT #043H 30-015-42206 NASH UNIT #044H 30-015-42195 NASH UNIT #045H 30-015-42048 NASH UNIT #049H 30-015-38663 NASH UNIT #050H 30-015-38991 NASH UNIT #051H 30-015-38365 NASH UNIT #054Y 30-015-42311 NASH UNIT #056H 30-015-38992 NASH UNIT #057H 30-015-39303 NASH UNIT #058H 30-015-39304

The unexpected malfunction of equipment maintained by 3RD PARTY GAS PURCHASER has caused emergency flaring from the NASH 42 TB of approximately 1500 mcf/day. The volumes flared as a result of this equipment malfunction and force majeure event constitute "unavoidably lost" production under NTL 4A Section II.C.(2) ("Unavoidably lost" production shall mean "(2) that oil or gas which is lost because of line failures, equipment malfunctions, blowouts, fires, or otherwise") and NTL 4A Section III.A. ("Lessees or operators are hereby authorized to vent or flare gas on a short term basis without incurring a royalty obligation in the following circumstances. During temporary emergency situations, such as compressor or other equipment failures"). Therefore, the flared volumes are not royalty bearing under NTL 4A.

On 11/14/15 we discovered that we had flared at our Nash 42 Battery due to gas purchasers (Enterprise) compressor malfunction. We flared a total of 1775 mcf based on these volumes, we est. we flared for less than 8 hours.

***DUE TO THE CONTINUED MALFUNCTION OR FAILURE OF ENTERPRISE'S (3RD PARTY GAS PURCHASER)COMPRESSOR IN NOVEMBER 2014, WE SUBMITTED NOI TRANS 324145 ON 11/19/15 OF INTERMITTENT FLARING FOR THE MONTH OF NOVEMBER 2015. CORRECTED VOLUMES ON THE FOLLOWING SUNDRIES:

TRANS 323831 - 5.52 HRS AND 1776 MCF TRANS 326203 - 65.12 HRS AND 8394 MCF

TOTAL FLARED NOVEMBER 2015 = 70.64 HRS AND 10,170 MCF