CONSERVATION UNITED STATES ARTESIA DISTRICT DEPARTMENT OF THE INTERIOR MAY 2 6 2016 BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an RECEPTED well. Use form 3160-3 (APD) for such proposals.					FORM APPROVED OMB NO, 1004-0135 Expires: July 31, 2010 5. Lease Serial No. NMLC049998B 6. If Indian, Allottee or Tribe Name	
Submit in Trifficate "Other instructions of reverse side.						ment, Name and/or No.
I. Type of Well S Oit Well □ Gas Well □ Other					8. Well Name and No. [HUMMINGBIRD FEDERAL COM 7H]	
2. Name of Operator Contact: EMILY FOLLIS APACHE CORPORATION E-Mail: Emily.Follis@apachecorp.com					9. API Well No.	
3a. Address 303 VETERANS AIRPARK LA MIDLAND, TX 79705	3b. Phone No. (include area code) Ph: 432-818-1801			10. Field and Pool, or Exploratory ABO		
4. Location of Well (Faolage, Sec., T)			11. County or Parish, and State		
Sec 1 T17S R31E SWNW 2310FNL 100FWL		·			EDDY COUNTY, NM	
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA						
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent ☐ Acidize		□ De	epen	Produc	tion (Start/Resume)	■ Water Shut-Off
-	☐ Alter Casing ☐ Fra		cture Treat	☐ Reclamation		■ Well Integrity
☐ Subsequent Report	☐ Casing Repair ☐ Net		w Construction 🔲 Rec		plete '	Other
☐ Final Abandonment Notice	☐ Change Plans ☐ P		g and Abandon	☐ Tempo	☐ Temporarily Abandon Venting and ng	
	☐ Convert to Injection ☐		g 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 filed 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.)						
Apache is requesting to tempo 07/31/16 on the below listed w	orary flare an estimated 2 rells. Gas will be measure	mmcf per da ed prior to fla	y for 90 days from ring.	05/03/16 t	hru	
Hummingbird Federal Com 7H API # 30-015-43050 Hummingbird Federal Com 8H API # 30-015-43051 SEE ATTACHED FOR CONDITIONS OF APPROVAL						R PROVAL
Hummingbild Ballery 12 localed Section 1 1175 KSTE						
Accepted for 1900td						
14. I hereby certify that the foregoing is true and correct. Electronic Submission #338238 verified by the BLM Well Information System For APACHE CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 05/03/2016 (16PP1071SE)						
Name (Printed/Typed) EMILY FOLLIS Title REGULATORY ANALYST						_
Signature (Electronic Submission)			Date 05/03/20	Date 05/03/2016		
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
	THIO OF ACE TO	TO LOCIO	T T	M/	<u> </u>	\ \
Approved By			Title Title			N I Batt V
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conduct	not warrant or subject lease	Office	ZOJEKOV Grani	VY X		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crune 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.						
** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **						

₩. PRELIMINARY PLAN LAYOUT EDDY COUNTY, NEW MEXICO APACHE HUMMINGBIRD 12 BATTERY Humming Dird Bly 12 - North 12 Bty Sec. 1 TMS BSIE Eddy C., NM. dpache ; ;

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.
- 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.