Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Artesia

FORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018

5. Lease Serial No. NMLC061634B

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this 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		
SUBMIT IN TRIPLICATE - Other instructions on page 2				7. If Unit or CA/Agreement, Name and/or No.		
1. Type of Well				8. Well Name and No. POKER LAKE CVX JV PB 6H		
☑ Oil Well ☐ Gas Well ☐ Other						
2. Name of Operator Contact: TRACIE J CHERRY BOPCO LP E-Mail: tjcherry@basspet.com				9. API Well No. 30-015-40764-00-S1		
3a. Address P O BOX 2760 MIDLAND, TX 79702	ne No. (include area code) 32-683-2277	1	10. Field and Pool or Exploratory Area WC BIG SINKS			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				11. County or Parish, State		
Sec 20 T25S R31E NWNW 150FNL 660FWL 32.122642 N Lat, 103.806088 W Lon				EDDY COUNTY, NM		
12. CHECK THE AP	PROPRIATE BOX(ES) TO IND	ICATE NATURE OF	F NOTICE, R	EPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
■ Notice of Intent	☐ Acidize] Deepen	☐ Production	n (Start/Resume)	☐ Water Shut-Off	
	☐ Alter Casing ☐	☐ Hydraulic Fracturing ☐ Recla		ion	■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	☐ New Construction ☐ Recor		ete	⊠ Other	
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon	☐ Temporarily Abandon		Venting and/or Flari ng	
	☐ Convert to Injection ☐	☐ Plug Back ☐ Water D		sposal	6	
Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must 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, LP respectfully submits this sundry for Notice of Intent to intermittently flare for 90-days, April - June 2017. Estimated amount to flare is 200 MCFD, depending on pipeline conditions. Flaring will be intermittent and is necessary due to restricted pipeline capacity. Gas volumes will be metered prior to flaring, allocated back to each well and reported operators. **Received** **MOIL CONSERVATION** ARTESIA DISTRICT* **RECEIVED** **RECEIV						
14. I hereby certify that the foregoing is Com Name (Printed/Typed) TRACIE J	Electronic Submission #369617 v For BOPCO L nmitted to AFMSS for processing by	P, sent to the Carlsbac y PRISCILLA PEREZ on	d /	ZPP0445SE)		
37 1.0.0.20		TALEGOE,	1	THE HAVE		
Signature (Electronic S		Date 03/13/20				
	THIS SPACE FOR FED	ERAL OR STATE (OFFICE USI	# AUG 1/20	Martin	
Approved By		Title		ALMOR DAYS MANA	GENERAL VIO	
Conditions of approval, if any, are attache certify that the applicant holds legal or equ which would entitle the applicant to condu	iitable title to those rights in the subject le	nt or case Office		ANLSBAD FIELD ZE	te N	
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a crime for statements or representations as to any ma	any person knowingly and atter within its jurisdiction.	willfully to make	e to any department of a	agency of the United	

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Pursuant to, 43 CFR 3179

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:

- A. 43 CFR 3179.105 Emergencies (a) An operator may flare or, if flaring is not feasible given the emergency, vent gas royalty-free under §3179.4 (a) (vi) of this subpart during an emergency. For purposes of this subpart, an "emergency" is a temporary, infrequent and unavoidable situation in which the loss of gas or oil is uncontrollable or necessary to avoid risk of an immediate and substantial adverse impact on safety, public health, or the environment. For purposes of royalty assessment, an "emergency" is limited to a short-term situation of 24 hours or less (unless the BLM agrees that the emergency conditions necessitating venting or flaring extend for a longer period) caused by an unanticipated event or failure that is out of the operator's control and was not due to operator negligence.
- B. 43 CFR 3179.4 Determining when the loss of oil or gas is avoidable or unavoidable.
 (2) Avoidably lost oil or gas means: Lost oil or gas that is not "unavoidably lost," as defined in paragraph (a) of this section; waste oil that became waste oil through operator negligence; and, any "excess flared gas," as defined in §3179.7.
- C. 43 CFR 3179.5 When lost production is subject to royalty.
 - (a) Royalty is due on all avoidably lost oil or gas.
 - (b) Royalty is not due on any unavoidably lost oil or gas.

Condition of Approval to Flare Gas

- 1. The first 24 hours of a <u>temporary emergency flare</u> is considered "unavoidably lost" and is therefore royalty free. 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".
- 2. Flared volumes considered to be "avoidably lost":

 These flare events will require prior approval via Notice of Intent- Sundry Notice (Form 3160-5).

 Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179.

 Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".
 - If the operator believes that the flared volumes were "unavoidably lost" and the BLM determines them to be "avoidably lost", the operator can submit a more detailed request via Sundry Notice (Form 3160-5) for an exception in accordance with 43 CFR 3179.4, 3179.103 3179.105. As an alternative to producing oil and flaring gas the operator may choose to shut the well in and avoid paying royalties on otherwise avoidably lost gas.
- 3. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.