e of Well Oil Wefl " Gas Welt D Other	als to drill or to re-enter an 3 (APD) for such proposals.	NMLC063167 6. If Indian, Allottee or Tribe Name
e of Well Oil Wefl " Gas Welt D Other	nstructions on reverse side.	
Oil Wefl 📋 Gas Welt 📋 Other	SUBMIT IN TRIPLICATE - Other instructions on reverse side. 1. Type of Well Structure Structure Oil Well Oil Well Other	
to af Operator (2		
	ntact: TRACIE J CHERRY erry@basspet.com	9. API Well No. 30-015-42007-00-S1
ldress) BOX 2760 DLAND, TX 79702	3b. Phone No. (include area code) Ph: 432-683-2277	10. Field and Pool, or Exploratory BONE SPRINGS WILDCAT
ation of Well (Footage, Sec., T., R., M., or Survey Desc	ription)	11. County or Parish, and State
c 21 T21S R30E SESE 130FSL 879FEL 272792 N Lat, 103.524536 W Lon		EDDY COUNTY, NM
12. CHECK APPROPRIATE BOX(E	ES) TO INDICATE NATURE OF NOTIC	E, REPORT, OR OTHER DATA
YPE OF SUBMISSION	TYPE OF ACTI	ON
Notice of Intent	Deepen Pr	oduction (Start/Resume) D Water Shut-O
Alter Casing	Fracture Treat	celamation 🗇 Well Integrity
Subsequent Report Casing Repair	New Construction Re	ecomplete 🛛 🛛 Other
Final Abandonment Notice Change Plans		emporarily Abandon Venting and/or F
mined that the site is ready for final inspection.) PCO, LP respectfully submits this sundry for N days, April - June 2016. Ils producing to this battery are as follows: EDDY UNIT DI9 035H* / 30-015-42007-00-X EDDY UNIT DI9 034H / 30-015-42008-00-S1 imated amount to flare is 200 MCFD, dependir ermittent and is necessary due to restricted pipe s volumes will be metered prior to flaring, alloc duction reports	1 CON ng on pipeline conditions. Flaring will be eline capacity.	ATTACHED FOR MIGO DITIONS OF CONSERVATION ARTESIA DISTRICT APR 0.8 2016 Onthly RECEIVED
ereby certify that the foregoing is true and correct.		
Electronic Submiss	sion #333122 verified by the BLM Well Inform For BOPCO LP, sent to the Carlsbad or processing by ASHLEY PEREZ on 03/10/2	
ne(Printed/Typed) TRACIE J CHERRY		YANALYST
ature (Electronic Submission)	Date 03/08/2016	MAR 2 / 2016
· · · · · THIS SPAC	E FOR FEDERAL OR STATE OFFIC	
ed_By	Title	CARLSC: OF
as of approval, if any, are attached. Approval of this notic at the applicant holds legal or equitable title to those right buld entitle the applicant to conduct operations thereon.	ce does not warrant or Is in the subject lease Office	
J.S.C. Section 1001 and Title 43 U.S.C. Section 1212, ma iny false, fictitious or fraudulent statements or representat	ake it a crime for any person knowingly and willfully ions as to any matter within its jurisdiction.	to make to any department or agency of the United
	/ISED ** BLM REVISED ** BLM REVI	

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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.
- 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.