		NMOCI	D				
Form 3160-5 (June 2015) UNITED STATES Artes DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT			sia		FORM APPROVED OMB No 1004-0137 Expires: January 31, 2018		
			5. Lease Serial No. NMNM7716				
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, Alfottee or Tribe Name		
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit of CA/Agreement, Name and/or No.		
L Type of Well Gas Well Gas Well Other					8. Well Name and No. VANDAGRIFF 8 D FEDERAL #4		
2. Name of Operator LIME ROCK RESOURCES II-A,L.P.				9. API Well No	9. API Well No. 30-015-40805		
3a. Address 1111 BAGBY STREET 3b. Phone No			de area code) 10. Field and Pool or Exploratory Area				
HOUSTON, TX 77002 (575) 365-9 4. Location of Well (Footage, Sec., T.R.M., or Survey Description)			24 RED LAKE; FORIETA - YESO 11. Country or Parish, State				
4. Location of well ( <i>Poolage, Sec., T.R.M. or Survey Description</i> ) 330' FNL & 990' FWL, Section 08-18S-27E, Unit D				· · ·	EDDY COUNTY, NM		
i	2. CHECK THE APPROPRIATE BOX(	(ES) TO INDICAT	TE NATURE	OF NOTICE, REPORT (	OR OTHER DATA		
TYPE OF SUBMISSION TYPE OF AC							
✓ Notice of Intent	Acidize	Deepen Hydraulic I	racturing	Production (Start/Re	· ]_	r Shut-Off Integrity	
Subsequent Report	Casing Repair	New Const	ruction	Recomplete	C Other	, · 	
	Change Plans	Plug and At	pandon	Temporarily Abando	yent vent	ing and/or Flaring	
Final Abandonment Notic	ee Convert to Injection leted Operation: Clearly state all pertine	Plug Back		Water Disposal	•		
Estimated Volume - 50 n Estimated Time - 01/02/2	2016 - 01/07/2016						
Please see attached well	i list for wells in dattery.				,		
ENTERED			<b></b>	er record	B NM OIL CONSERVATION ARTESIA DISTRICT		
IN AFMSS			11110	3 30 16	MAR	1 4 2016	
		•			RE	CEIVED	
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) MICHAEL BARRETT			PRODUCTION SUPERINTENDENT Title				
Signature M. C.			ate 01/13/2016				
ACCEPTE	D FOR REALORADE FO	OR FEDERAL	OR STA	TE OFICE USE			
Approved by /S/ D/	KID R. GLAS	<b>~</b>		4			
Conditions of approval, if any, arc certify that the applicant hold A	not warrant or	Title		Date			
	<b>EDM ENGINEER</b> Title 43 U.S.C Section 1212, make it a c statements or representations as to any r			and willfully to make to	any department or ag	sency of the United States	
(Instructions on page 2)				SEE 07	TACHED	FUD	
				CONDITION	VS OF AF	PROVAL	

٠

٠

ىتى \_

. .

•

.



#### West Red Lake Unit Battery NMNM7716

## Vandagriff 8 D Federal #4

30-015-40805

### **BUREAU OF LAND MANAGEMENT**

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

## Lime Rock Resources II-A, L.P. Vandagriff 8D Federal 4 Federal Lease NM-7716

### Approved 03-01-2016

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

١

- 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, (from <u>01-02-2016</u> to <u>04-01-2016</u>), 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.