Form 3160-5

UNITED STATES

NMOÇD

FORM APPROVED

	EPARTMENT OF THE I	NTERIOR		Artes	a		D. 1004-0135 July 31, 2010
BUREAU OF LAND MANAGEMENT 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.					5. Lease Serial No. NMNM02887D		
					6. If Indian, Allottee or Tribe Name		
SUBMIT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No.		
1. Type of Well Oil Well Gas Well O			8. Well Name and No. JAMES RANCH 17				
2. Name of Operator. BOPCO LP	HERRY	, , , , , , , , , , , , , , , , , , ,		I Well No. -015-27784-0	0-C1		
3a. Address P O BOX 2760 MIDLAND, TX 79702	3b. Phone No. (include area code) Ph: 432-683-2277			10. Field and Pool, or Exploratory LOS MEDANOS			
4. Location of Well (Footage, Sec.,				11. County or Parish, and State			
Sec 6 T23S R31E SENW 20	·			EDDY COUNTY, NM			
12. CHECK APP	ROPRIATE BOX(ES) TO	INDICATE	NATURE OF	NOTICE, RI	EPORT	, OR OTHER	R DATA
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent	☐ Acidize	□ Dec	☐ Deepen		☐ Production (Start/Resume)		■ Water Shut-Off
_	☐ Alter Casing		☐ Fracture Treat		☐ Reclamation		☐ Well Integrity
☐ Subsequent Report	☐ Casing Repair	☐ New Construction		□ Recomp	☐ Recomplete ☐ Temporarily Abandon ☐ Temporarily Abandon ☐ Temporarily Abandon		
☐ Final Abandonment Notice	☐ Change Plans	-		Tempor			
	Convert to Injection	☐ Plug Back ☐ Water		isposal			
13. Describe Proposed or Completed Of If the proposal is to deepen direction Attach the Bond under which the wi- following completion of the involve testing has been completed. Final A determined that the site is ready for	nally or recomplete horizontally, ork will be performed or provide d operations. If the operation res bandonment Notices shall be file	give subsurface the Bond No. or sults in a multipl	locations and meas n file with BLM/BI te completion or rec	ured and true ve A. Required sul completion in a p	rtical de bsequent new inter	pths of all pertine reports shall be t val, a Form 3160	ent markers and zones. filed within 30 days 0-4 shall be filed once
BOPCO, LP respectfully submits this sundry notice Notice of Intent to flare at the reference location, April - June, 2016				erenced		NM OIL (CONSERVATION
~ "Wells producing to this batter	y are as follows:						Sigir KICE
JAMES RANCH UNIT 017B* JAMES RANCH UNIT 017W JAMES RANCH UNIT 017D		ann i) .	, IED		8 18 2016	
JAMES RANCH 073B / 30-01		SEE A	TTACE	160 2 OF	APPRO	SEIWED.	
JAMES RANCH 073W / 30-015-28979-00-C1 / JAMES RANCH UNIT 073D / 30-015-28979-00-C3			CONI	JIHUN	S Or	APPRO) V TABS
JAMES RANCH 076B / 30-0		Accepted for record NMOCD AB4 25 16>					
14. I hereby certify that the foregoing is	s true and correct. Electronic Submission #3	133136 verifie	d by the BI M We	/	′ /		
Cor	For B mmitted to AFMSS for proce	OPCO LP. se	nt to the Carlsb	ad /	/*	<i>y</i>	
Name (Printed/Typed) TRACIE	.oomig	_	LATORY AN	-		1	
Signature (Electronic Submission)			Date 03/08/2016 APPROVE(1)				
	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE	jE	2016	ih
Approved By			Title WY/ Wate				
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.			Office /	CARLSI	LAN X SAD FIF	GENEN FFICE	
			<u> </u>		.,,		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly/and willfully to make to any department or agency States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. of the United

Additional data for EC transaction #333136 that would not fit on the form

32. Additional remarks, continued

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JAMES RANCH 076W / 30-015-29173-00-C3

JAMES RANCH UNIT 076D / 30-015-29173-00-C1

JAMES RANCH UNIT 075W / 30-015-33114-00-C1

JAMES RANCH UNIT 075D / 30-015-33114-00-C3

JAMES RANCH UNIT 075B / 30-015-33114-00-C2

JAMES RANCH UNIT 087B / 30-015-34277-00-C1

JAMES RANCH UNIT 087W / 30-015-34277-00-C2

JAMES RANCH UNIT 087D / 30-015-34277-00-C3

JAMES RANCH UNIT 085D / 30-015-35322-00-S1
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Estimated amount to flare is 100 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 on monthly production reports

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.
- 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.