Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Artesia

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS

5. Lease Serial No. NMNM0522A

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.					I	
					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. 891000303X	
1. Type of Welf					8. Well Name and No. POKER LAKE UNIT 411H	
☑ Oil Well ☐ Gas Well ☐ Other						
2. Name of Operator Contact: TRACIE J CHERRY BOPCO LP E-Mail: tjcherry@basspet.com					9. API Well No. 30-015-39930-00-S1	
3a. Address P O BOX 2760 MIDLAND, TX 79702 3b. Phone No. (include area c Ph: 432-683-2277					10. Field and Pool, or Exploratory POKER LAKE S	
4. Location of Well (Foolage, Sec., T., R., M., or Survey Description)					11. County or Parish, and State	
Sec 28 T24S R31E NWNE 1000FNL 1850FEL 32.192697 N Lat, 103.779717 W Lon					EDDY COUNTY, NM	
12. СНЕСК АРРЕ	ROPRIATE BOX(ES) TO IN	DICATE	NATURE OF N	NOTICE, RI	EPORT, OR OTHER	R DATA
TYPE OF SUBMISSION TYPE OF ACTION						
Notice of Intent	☐ Acidize	☐ Deepen ☐		☐ Product	ion (Start/Resume)	☐ Water Shut-Off
Nonce of Intent	☐ Alter Casing	Fracture Treat		☐ Reclamation		■ Well Integrity
☐ Subsequent Report	quent Report		Construction		lete	Other
☐ Final Abandonment Notice	Change Plans	□ Plug and Abandon		□ Temporarily Abandon		Venting and/or Flari ng
	Convert to Injection	□ Plug Back □		☐ Water I	Pisposal	ŭ
If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for final BOPCO, LP respectfully subm 90-days, April - June 2016.	k will be performed or provide the loperations. If the operation results andonment Notices shall be filed or nal inspection.)	Bond No. on in a multiple aly after all r	file with BLM/BIA completion or reco equirements, includ	Required sub impletion in a r ing reclamation	osequent reports shall be to new interval, a Form 3160	filed within 30 days)-4 shall be filed once
Well as this battery are the foll Poker Lake Unit 058 / 30-015- Poker Lake Unit 302H / 30-01: Poker Lake Unit 357H / 30-01: Poker Lake Unit 400H / 30-01: Poker Lake Unit 401H / 30-01: Poker Lake Unit 409H / 30-01: Poker Lake Unit 410H / 30-01: Poker Lake Unit 411H* / 30-01		E ATTACHED FOR SERVATION ON DITIONS OF ARTHUR DISPRICAL APR 1 8 2016 COMMOD 4 126 GRECEIVED				
14. 1 hereby certify that the foregoing is	Electronic Submission #3331	CO LP. s	nt to the Carlsba	d /	7 //	
Committed to AFMSS for processing by PRISCILLA PEREZ on 03/24/2016 (1/6PP0693SE)						
Name(Printed/Typed) TRACIE J	A VOCA IN THE REGULATORY ANALYST					
Signature (Electronic Submission) Date 03/08/2016					1-1/-	
<u> </u>	THIS SPACE FOR I	FEDERA	L OR STATE		או אוי עם ער	1. /h./
Approved By			Title	itle		
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	REAL CAR	CF Land	.81

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 of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional data for EC transaction #333151 that would not fit on the form

32. Additional remarks, continued

Poker Lake Unit 412H / 30-015-39919-00-S1 Poker Lake Unit 413H / 30-015-39794-00-S1

Estimated amount to flare is 350 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.