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

5. Lease Serial No. NMNM06748

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 TRII	7. If Unit or CA/Agreement, Name and/or No. 891000326X							
Type of Well ☐ Gas Well ☐ Oth	8. Well Name and No. BIG EDDY UNIT DI28 254H							
2. Name of Operator BOPCO LP	9. API Well No. 30-015-41798-00-X1							
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 UNKNOWN WILLIAMS SINK				
4. Location of Well (Footage, Sec., T.	11. County or Parish, and State							
Sec 15 T21S R29E NWNW 70 32.290177 N Lat, 103.583520	EDDY COUNTY, NM							
12. CHECK APPR	OPRIATE BOX(ES) TO	OINDICATE	NATURE OF	NOTICE, RI	EPORT, OR OTHER	DATA		
TYPE OF SUBMISSION	TYPE OF ACTION							
Notice of Intent	Notice of Intent		☐ Deepen		ion (Start/Resume)	☐ Water Shut-Off		
See C. Language B	☐ Alter Casing		☐ Fracture Treat ☐ Reclams			■ Well Integrity		
LJ Subsequent Report	☐ Subsequent Report ☐ Casing Repair		□ New Construction □ Reco		olete '	Other		
☐ Final Abandonment Notice	Change Plans	Plug	gand Abandon	Tempor	arily Abandon	Venting and/or Flari		
	Convert to Injection	Plug	Back	Water D	Disposal	_		
If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall 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 2016. Wells producing to this battery are as follows: SEE ATTACHED FOR BIG SEDIVIDITED 28 254H* / 30.015 41708.00 X1.								
BIG EDDY UNIT DI28 277H 30-015-42568-00-X1 CONDITIONS OF APPROVAL								
Estimated amount to flare is 400 MCFD, depending on pipeline conditions. Flaring will be intermittent and is necessary due to restricted pipeline capacity NM OIL CONSI								
Gas volumes will be metered prior to flaring, allocated back to each well and reported on monthly production reports Caption for record APR 1 8 2016 NMOCD ABATELIA								
14. I hereby certify that the foregoing is	Electronic Submission #3	30PCO LP. se	ent to the Carlsba	ll Information	System / /	RECEIVED		
Name (Printed/Typed) TRACIE J	CHERRY		Title REGUL	ATORY-AN	ALYST V	— <u> </u>		
Signature (Electronic S			Date 03/08/2					
THIS SPACE FOR FEDERAL OR STATE OF FICE HISE 6 2016 ///								
Approved By Conditions of approval, if any, are attached entify that the applicant holds legal or equivalent would entitle the applicant to conductive the applicant to c	itable title to those rights in the ct operations thereon.	subject lease	Title Office	JON PRES	ke to any department or as	gency of the United		
States any false, fictitious or fraudulent st						1/		

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.