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. NMNM02860

	SUNDRY	NOTICES	AND REI	PORTS C	ON WELLS
n	not use th	is form for	proposals	to drill o	r to re-enter a

abandoned we		6. If Indian, Allottee or Tribe Name					
SUBMIT IN TRI		7. If Unit or CA/Agreement, Name and/or No.					
1. Type of Well			8. Well Name and No. POKER LAKE 049				
	Contact: TRACIE	J CHERRY	9. API Well No.				
·	UCTION € Pail: tjcherry@basspet.co			30-015-23430-00-S1			
3a. Address 201 MAIN STREET SUITE 27 FORT WORTH, TX 76102-31	ne No. (include area code 2-683-2277	1	10. Field and Pool, or Exploratory NASH DRAW-DELAWARE				
4. Location of Well (Footage, Sec., T	, R., M., or Survey Description)			11. County or Parish, and State			
Sec 17 T24S R30E SWNW 19	980FNL 990FWL			EDDY COUNTY, NM			
12. CHECK APPI	OPRIATE BOX(ES) TO INDIC	ATE NATURE OF 1	NOTICE, RI	EPORT, OR OTHER	R DATA		
TYPE OF SUBMISSION	TYPE O	TYPE OF ACTION					
Notice of Intent	☐ Acidize ☐	Deepen	□ Product	on (Start/Resume)	☐ Water Shut-Off		
_	☐ Alter Casing ☐	Fracture Treat	☐ Reclama	ntion	■ Well Integrity		
☐ Subsequent Report		New Construction	☐ Recomp		Other Venting and/or Flari		
☐ Final Abandonment Notice		Plug and Abandon	. – •	arily Abandon	ng		
	Convert to Injection	Plug Back	☐ Water E	Pisposal			
90-days, April - June 2016.	its this sundry for Notice of Intent	to intermittently flare	for				
 Wells producing to this battery POKER LAKE UNIT 049* / 30- POKER LAKE UNIT 208 / 30- POKER LAKE UNIT 210 / 30- POKER LAKE UNIT 207 / 30- POKER LAKE UNIT 212 / 30- POKER LAKE UNIT 214 / 30- POKER LAKE UNIT 216 / 30- 	-015-23430-00-S2 015-32961-00-S1 015-33593-00-S1 015-34078-00-S1 015-33860-00-S1	ARTES(ADIST)	OIL CONSERVATIONCHED FOR ARTESCA DISTRICTIONS OF APPROVAL APR 1 8 ZUID ACCEPTED NMOCDAD				
POKER LAKE UNIT 217 / 30-	015-33863-00-S1	DECEIVE	RECEIVED NM				
•	ı	KECLIVE		\sim	4125/16		
	Electronic Submission #333130 ve For BASS ENTERPRISES PR mitted to AFMSS for processing by	ODUCTION CO, sent PRISCILLA PEREZ of	to the Carlsb n 03/24/2016	ad 16PP0681SE) //			
Name (Printed/Typed) TRACIE J	CHERRY	Title REGUL		LYST: 7.1//	}\/ 		
Signature (Electronic S	ubmissión)	Date 03/08/20			X // //		
	THIS SPACE FOR FEDE	RAL OR STATE	OFFICE US	SEAPR 8 2016	1 ma/1/11/		
Approved By		Title	BUA		Date		
Conditions of approval, if any, are attached ertify that the applicant holds legal or equivalent to condu	 Approval of this notice does not warran jtable title to those rights in the subject lea ct operations thereon. 	t or se Office		AKLSDAD FILL OFF	<u> </u>		
Fitle 18 U.S.C. Section 1001 and Title 43 1	U.S.C. Section 1212, make it a crime for a tatements or representations as to any mate			ke to any department or a	gency of the United		

Additional data for EC transaction #333130 that would not fit on the form

32. Additional remarks, continued

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POKER LAKE UNIT 218 / 30-015-33989-00-S1
POKER LAKE UNIT 221 / 30-015-33989-00-S1
POKER LAKE UNIT 222 / 30-015-34123-00-S1
POKER LAKE UNIT 222 / 30-015-34123-00-S1
POKER LAKE UNIT 231 / 30-015-34105-00-S1
POKER LAKE UNIT 231 / 30-015-34364-00-S1
POKER LAKE UNIT 217 / 30-015-33858-00-S1
POKER LAKE UNIT 215 / 30-015-33901-00-S1
POKER LAKE UNIT 236 / 30-015-34419-00-S1
POKER LAKE UNIT 260 / 30-015-34463-00-S1
POKER LAKE UNIT 247 / 30-015-34463-00-S1
POKER LAKE UNIT 219 / 30-015-35590-00-S1
POKER LAKE UNIT 299 / 30-015-35549-00-S1
POKER LAKE UNIT 295 / 30-015-35549-00-S1
POKER LAKE UNIT 240 / 30-015-35843-00-S1
POKER LAKE UNIT 220 / 30-015-35628-00-S1
POKER LAKE UNIT 239 / 30-015-35842-00-S1
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Estimated amount to flare is 150 MCFD, depending on pipeline conditions. Flaring will be intermittent and is necessary due to restricted pipeline capacity.

Gas is commingled at the flare to reduce the number flare stacks that would be needed for individual well locations.

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.