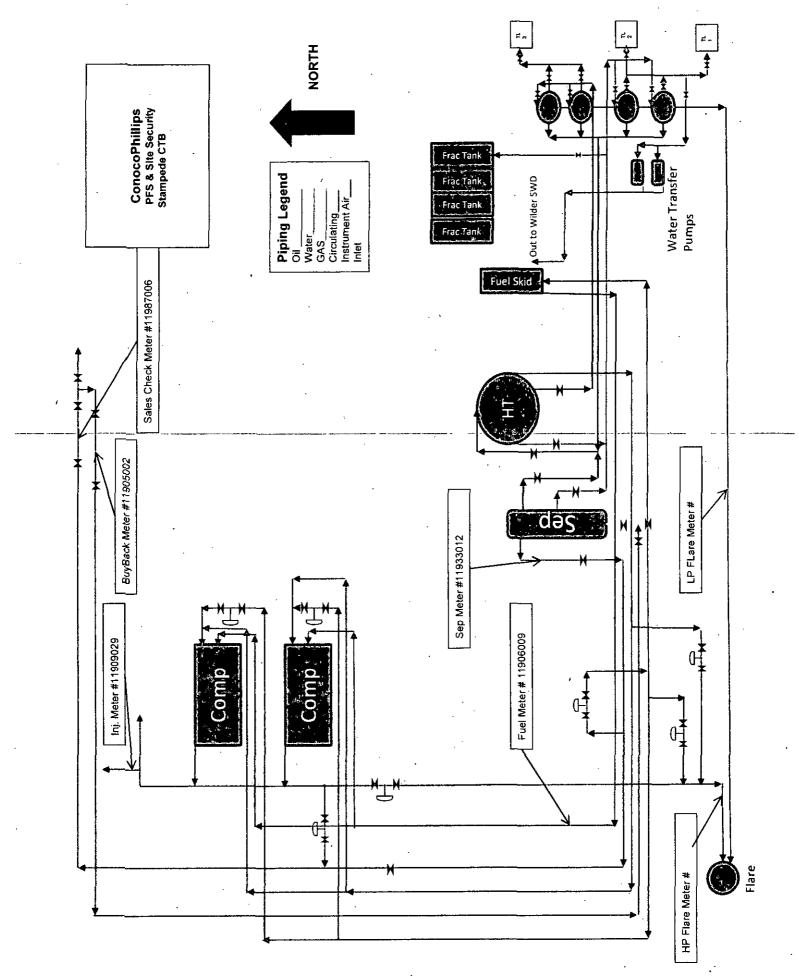
Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD

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

BUREAU OF LAND MANAGEMENT Artesia 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.					Expires: July 31, 2010 5. Lease Serial No. NMLC068282A 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. NMNM134284	
							I. Type of Well ☑ Oil Well ☐ Gas Well ☐ Other ☐ Other					8. Well Name and No. STAMPEDE FEDERAL WC COM 34 1H	
Name of Operator Contact: RHONDA ROGERS CONOCOPHILLIPS COMPANY E-Mail: rogerrs@conocophillips.com					9. API Well No. 30-015-42123-00-S1								
3a. Address	o. (include area code 38-9174			Exploratory									
MIDLAND, TX 79710 1810		11. County or Parish, and State											
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)													
Sec 34 T26S R31E Lot 4 0250FSL 0380FWL 32.000270 N Lat, 103.462228 W Lon					EDDY COUNTY	7, NM							
12. CHECK APPR	ROPRIATE BOX(ES) TO) INDICATI	NATURE OF	NOTICE, RE	EPORT, OR OTHER	R DATA							
TYPE OF SUBMISSION	TYPE OF ACTION												
Notice of Intent	☐ Acidize	□ Dec	•	_	on (Start/Resume)	■ Water Shut-Off							
C Substant Burnet			cture Treat		ation ·	■ Well Integrity							
☐ Subsequent Report	☐ Casing Repair ☐ Ne		w Construction		plete								
☐ Final Abandonment Notice	☐ Change Plans ☐ Plans		g and Abandon	☐ Tempora	arily Abandon	ng							
	Convert to Injection Plus		g Back Water		isposal	•							
If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab determined that the site is ready for fi ConocoPhillips Company wou	k will be performed or provide operations. If the operation re pandonment Notices shall be fil nal inspection.) It like a flare exception the state of the state	the Bond No. osults in a multip ed only after all aru 6/25/16 b	n file with BLM/BI/ the completion or recoverequirements, include ecause the Rege	A. Required sub ompletion in a n ding reclamation	sequent reports shall be sew interval, a Form 3166 h, have been completed, a	filed within 30 days 3-4 shall be filed once							
down. Estimated Gas flare volumes?	3/25	111e-le	25/14										
			<i>1</i>										
Attached is a site facilities diag	gram	CEDVATIO	OM		OTTED FOR								
NIM OIL CONSERVATION ARTESIA DISTRICT ADD 1.8.2016 SEE ATTACHED FOR CONDITIONS OF APPROVAL													
					INS OF APP	PROVAL							
APR 18 2016 Accepted for record													
RECEIVED					M-YOCDWAN	18 125116							
14. I hereby certify that the foregoing is		TAFE				120110							
the state of the s	Electronic Submission #	333758 verifie	d by the BLM We PANY, sent to the	ell Information	System								
Co	mmitted to AFMSS for pro-	cessing by A	HLEY PEREZ on	03/17/20/16 (1	6AP0042SE) //								
Name (Printed/Typed) RHONDA	Title STAFF REGULATORY TECHNICIAN												
• .													
Signature (Electronic S				2016 / 1/5		/ / / .							
	THIS SPACE FO	OR FEDERA	AL OR STATE	OFFICE US	SE /								
Approved By			Title	/ APF	6/ 2016 /	March							
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	BARTING.	TAN AND MI	NOJ VIJ							
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a tatements or representations as	crime for any p	erson knowingly and ithin its jurisdiction.	wilfully to ma	ke to any department or a	agency of the United							



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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.