Form 3160-5 (August 2007)

NMOCD UNITED STATES DEPARTMENT OF THE INTERIOARTESIA BUREAU OF LAND MANAGEMENT

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

SUNDRY N	OTICES	AND REP	ORTS ON	I WELLS
Do not use this	form for p	oroposals	to drill or t	to re-enter an
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5. Lease Serial No. NMLC029548A

SUNDKI	NOTICES AND REPOR	13 OIL MI	LLS		MINECOZOGIOA			
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 TRIPLICATE - Other instructions on reverse					7. If Unit or CA/Agree	ment	Name and/or No.	
i. Type of Well ☐ Gas Well ☐ Off	ner				Well Name and No. MultipleSee Attack	ched		
Name of Operator APACHE CORPORATION	Contact: IS E-Mail: Isabel.Hudsc	SABEL HUD on@apacheco			9. API Well No. MultipleSee Att	lach	ed	
3a. Address 303 VETERANS AIRPARK LA MIDLAND, TX 79705		3b. Phone No Ph: 432-81	. (include area cod 8-1142	e)	10. Field and Pool, or I CEDAR LAKE	Explo	ratory	
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)				11. County or Parish, a	nd St	ate	
MultipleSee Attached					EDDY COUNTY	, NM	1	
12. СНЕСК АРР	ROPRIATE BOX(ES) TO	INDICATE	NATURE OF	NOTICE, RI	EPORT, OR OTHER	R DA	ıΤΛ	
TYPE OF SUBMISSION			ТҮРЕ С	DF ACTION			· · · · · · · ·	
Notice of Intent	☐ Acidize	□ Deep	oen	□ Product	ion (Start/Resume)	ne) Water Shut-Off		
_	☐ Alter Casing	☐ Frac	ture Treat	☐ Reclams	ntion		Well Integrity	
☐ Subsequent Report	Casing Repair	□ New	Construction	□ Recomp	lete	Ø	Other	
☐ Final Abandonment Notice	☐ Change Plans	🗖 Plug	and Abandon	Tempor	arily Abandon	ng	nting and/or Flari	
	☐ Convert to Injection	Convert to Injection		■ Water D	Disposal	, and the second		
following completion of the involved testing has been completed. Final Ab determined that the site is ready for fit Apache is requesting permissi 06/01/2016-08/31/2016 on the measured prior to flaring. COFFEE FEDERAL #1 30-015 COFFEE FEDERAL #2 30-015 COFFEE FEDERAL #3 30-015 COFFEE FEDERAL #5 30-015 COFFEE FEDERAL #6 30-015 COFFEE FEDERAL #7 30-015 COFFEE FEDERAL #8 30-015 COFFEE FEDERAL #8 30-015 COFFEE FEDERAL #8 30-015 COFFEE FEDERAL #10 30-015 COFFEE	pandonment Notices shall be filed in inspection.) on to temporarily flare 480 wells listed below due to F 5-31175 5-31058 5-31252 5-31593 5-31332 5-31333 5-31158 5-31129	only after all r mcf a day fo rontier shut	equirements, inclu or 90 days from ting Apache in.	ding reclamation Gas will be	OIL CONSERVA ARTESIA DISTRICT MAY 2 7 2016 RECEIVED	TIC	e operator has	
14. I hereby certify that the foregoing is Com Name (Printed/Typed) ISABEL Hi	Electronic Submission #33 For APACHE C mitted to AFMSS for process	ORPORATION	ON, sent to the CILLA PEREZ o	Carlsbad	•			
·• · · · · · · · · · · · · · · · · · ·			······································					
Signature (Electronic S	ubmission)		Date 05/10/2	2016				
·	THIS SPACE FOR	FEDERA	L OR STATE	OFFICE US	SE			
Approved By /S/ DAVI	D R_GLASS	S	Title PET	PROLEUM E	NGINEER	}	MAY 1 3 2016	
Conditions of approval, if any, are attached ertify that the applicant holds legal or equivalent would entitle the applicant to conduct	 Approval of this notice does no itable title to those rights in the su 	t warrant or	Office					
Title 18 U.S.C. Section 1001 and Title 43 U.States any false, fictitious or fraudulent s					ke to any department or ag	gency	of the United	

Additional data for EC transaction #338708 that would not fit on the form

Wells/Facilities, continued

Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMLC029548A	NMLC029548A	COFFEE FEDERAL 11	30-015-39226-00-S1	Sec 18 T17S R31E NENW Lot C 1120FNL 1650FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 1	30-015-31175-00-S1	Sec 18 T17S R31E NENW 990FNL 2047FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 10	30-015-31576-00-S1	Sec 18 T17S R31E NENW 330FNL 1387FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 12	30-015-40957-00-S1	Sec 18 T17S R31E SENW 1650FNL 2260FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 13	30-015-40958-00-S1	Sec 18 T17S R31E NWNE 980FNL 2180FEL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 14	30-015-40959-00-\$1	Sec 18 T17S R31E Lot 2 2310FNL 990FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 15	30-015-41043-00-\$1	Sec 18 T17S R31E Lot 1 405FNL 530FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 17	30-015-41036-00-S1	Sec 18 T17S R31E Lot 1 1115FNL 660FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 19	30-015-41044-00-S1	Sec 18 T17S R31E Lot 2 2350FNL 450FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 2	30-015-31058-00-51	Sec 18 T17S R31E SENW 2410FNL 2046FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 20	30-015-41045-00-S1	Sec 18 T17S R31E SENW 2370FNL 1525FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 3	30-015-31252-00-S1	Sec 18 T17S R31E SWNE 2285FNL 1800FEL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 4	30-015-31593-00-S1	Sec 18 T17S R31E SWNE 1650FNL 2235FEL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 5	30-015-31332-00-81	Sec 18 T17S R31E SENW 1700FNL 1484FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 6	30-015-31333-00-\$1	Sec 18 T17S R31E SWNW 1950FNL 560FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 7	30-015-31158-00-S1	Sec 18 T17S R31E NWNW 990FNL 727FWL
NMLC029548A	NMLC029548A	COFFEE FEDERAL 8	30-015-31129-00-S1	Sec 18 T17S R31E NWNE 990FNL 1650FEL

32. Additional remarks, continued

COFFEE FEDERAL #11 30-015-39226 COFFEE FEDERAL #12 30-015-40957 COFFEE FEDERAL #13 30-015-40958 COFFEE FEDERAL #14 30-015-40959 COFFEE FEDERAL #15 30-015-41043 COFFEE FEDERAL #17 30-015-41036 COFFEE FEDERAL #19 30-015-41044 COFFEE FEDERAL #20 30-015-41045

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene Carlsbad, New Mexico 88220-6292 (575) 234-5972 Venting and/or Flaring Conditions of Approval

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.

Conditions 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.