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

- 1. Report all volumes on OGOR B as disposition code 08.
- 2. Land Comply with NTL-4A requirements
- 3. Subject to like approval from New Mexico Oil Conservation Division.
- 4. Flared volumes will still require payment of royalties
- 5. 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. Gas meter must meet all requirements for sale meter as Federal Regulations and Onshore Order No. 5. Include meter serial number on sundry.
- 6. This approval does not authorize any additional surface disturbance.
- 7. Submit updated facility diagram as per Onshore Order No. 3.
- 8. Approval not to exceed 90 days from date requested on sundry.
- 9. Submit Subsequent Report to this sundry with actual volumes of gas flared monthly on 3160-5 (Sundry Notice).
- 10. If flaring is still required past 90 days submit new request for approval.
- 11. If a portable unit is used to flare gas it must be monitored at all times.
- 12. | Comply with any restrictions or regulations when on State or Fee surface.

Form 3160-5 (August 2007)

3a. Address **12221 MERIT** DALLAS, TX 75251

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

11. County or Parish, and State

EDDY COUNTY, NM

•	1 P 1 M-
Э.	Lease Serial No.
	NMNM108024

SUNDRY NUTICES	AND REPORTS	ON MELLS
Do not use this form for	proposals to drill o	or to re-enter an
shandoned well. Hee fort	n 3160-3 (API) for	euch arangeale

abandoned well. Use form	6. If fidgas, Associce to Thos wante			
SUBMIT IN TRIPLICATE - O	7. If Unit or CA/Agreement, Name and/or No. NMNM127483			
1. Type of Well Gas Well Other	· · · · · · · · · · · · · · · · · · ·	8. Well Name and No. STILETTO 21 FEDERAL COM 3H		
2. Name of Operator EMKEY COMPANIES E-Ma	Contact: PEGGY NEZAKATI ii: PNEZAKATI@EMKEY.COM	9. API Well No. 30-015-39138-00-S1		
3a. Address 12221 MERIT DRIVE SHITE 620	3b. Phone No. (include area code) Ph: 214-380-5503	10. Field and Pool, or Exploratory CEMETERY		

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12 (31)	RCK ADDROI	PRIATE BOX(I	AIM! OT 125	ICATE NA	THER OF	NOTICE	TROOTS	OR OTHER	DATA
12. Citi	LCK ALL KO	KINTL DOX(I	SO) TO ME	ICA LE NA	LIOKE OF	NOTICE,	KLI OK 1,	OK OTHER	DAIA

TYPE OF SUBMISSION				
Notice of Intent	☐ Acidize	□ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
A Motice of finest	□ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Subsequent Report	☐ Casing Repair	■ New Construction	☐ Recomplete	Other
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon	□ Temporarily Abandon	Venting and/or Flaring
·	Convert to Injection	☐ Plug Back	☐ Water Disposal	···········

Exception to No-Flare Rule:

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 21 T20S R25E NWNE 380FNL 2260FEL

1. EMKEY COMPANIES, LLC. requests the approval to flare gas when the DCP MIDSTREAM pipeline goes down or when the pipeline pressure increases to the point that entry into the pipeline is not only approved for one well asit is all that is listed. possible.

NM OIL CONSERVATION

ARTESIA DISTRICT

OCT 3 0 2015

SEE ATTACHED FOR CONDITIONS OF APPROVAL

				NMC	rcd)			
14. I hereby certify that the	e foregoing is true and correct. LTVL. Electronic Submission #315910 verifie For EMKEY COMPANIE Committed to AFMSS for processing by JENN	S, sen	t to the C	arisba	ad/ / 1		7-/	
Name (Printed/Typed)	PEGGY NEZAKATI	Title	ADMI	ŅISTĘ	KATIVE/AN	AL/YST.	/- -,	
Signature	(Electronic Submission)	Date	09/09		APP	WUV F/D	7	
	THIS SPACE FOR FEDERA	L OR	STAT	OF	CE OSE	1 5 2015	MAN	
Approved By		Title		A	AAN CARLSBAC	FILE SERICE	Date	
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.			e					
Title 18 U.S.C. Section 1001	and Title 43 U.S.C. Section 1212, make it a crime for any pe	rean kn	nwinaly at	A 16116	illy to make t	o any department o	rhagness of the United	đ

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

^{13.} Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. 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.)

Flaring Conditions of Approval

- 1. Report all volumes on OGOR B as disposition code 08.
- 2. Comply with NTL-4A requirements
- 3. Subject to like approval from NMOCD
- 4. Flared volumes will still require payment of royalties
- 5. 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. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5. Include meter serial number on sundry.
- 6. This approval does not authorize any additional surface disturbance.
- 7. Submit updated facility diagram as per Onshore Order #3.
- 8. Approval not to exceed 90 days from date requested on sundry.
- 9. Submit Subsequent Report to this sundry with actual volumes of gas flared monthly on 3160-5 (sundry notice).
- 10. If flaring is still required past 90 days submit new request for approval.
- 11. If a portable unit is used to flare gas it must be monitored at all times.
- 12. Comply with any restrictions or regulations when on State or Fee surface.

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