Form 3160-5 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR

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

| DOKENO OF ENIAD IMMANGEMENT                          | Artesia | <ol><li>Lease Seria</li></ol> |
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| NDRY NOTICES AND REPORTS ON WELLS                    |         | NMNM10                        |
| use this form for proposals to drill or to re-enter: | an      |                               |

8024 SU Do not 6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. NMNM127483 8. Well Name and No. STILETTO 21 FEDERAL COM 3H Type of Well ☑ Oil Well ☐ Gas Well ☐ Other Name of Operator API Well No Contact: PEGGY NEZAKATI **EMKEY COMPANIES** E-Mail: PNEZAKATI@EMKEY.COM 30-015-39138-00-S1 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 12221 MERIT DRIVE SUITE 620 Ph: 214-380-5503 CEMETERY DALLAS, TX 75251 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, and State Sec 21 T20S R25E NWNE 380FNL 2260FEL EDDY COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Production (Start/Resume) ■ Water Shut-Off ☐ Acidize □ Deepen Notice of Intent ☐ Alter Casing ☐ Fracture Treat ☐ Reclamation ☐ Well Integrity Subsequent Report □ Casing Repair ☐ New Construction □ Recomplete Venting and/or Flari ☐ Final Abandonment Notice ☐ Change Plans □ Plug and Abandon ☐ Temporarily Abandon □ Convert to Injection ☐ Plug Back ☐ Water Disposal 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.) Exception to No-Flare Rule: 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. SEE ATTACHED FOR NM OIL CONSERVATION CONDITIONS OF APPROVAL ARTESIA DISTRICT OCT 3 0 2015 14. I hereby certify that the foregoing is true and correct. Electronic Submission #315910 verified by the BLM Well Information System
For EMKEY COMPANIES, sent to the Carlsbad / / Committed to AFMSS for processing by JENNIFER SANCHEZ on 10/14/2015 (16JA≴0326SE) Name (Printed/Typed) ADMINISTRATIVE ANAL PEGGY NEZAKATI Title (Electronic Submission) 09/09/2015 Signature THIS SPACE FOR FEDERAL OR STATE OF FICE OFF Date Title Approved By

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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

CARLSBAD

## 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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