(August 2007) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS NMOCD Do not use this form for proposals to drill or to re-enter an Artesia abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side.					FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010 5. Lease Serial No. NMLC061705B 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No.								
							1. Type of Well					8. Well Name and No.	
							Oil Well Gas Well Other Ontact: TRACIE J CHERRY					POKER LAKE 68 9. API Well No.	
BOPCO LP	E-Mail: tjcherry@basspet.com 3b. Phone No. (include area code)				30-015-25781-00-S1 10. Field and Pool, or Exploratory								
P O BOX 2760 MIDLAND, TX 79702	30X 2760 Ph: 432-683-2277 AND, TX 79702				POKER LAKE								
4. Location of Well (Footage, Sec., T., Sec 20 T24S R31E NWNE			11. County or Parish, and State EDDY COUNTY, NM										
12. CHECK APPR	OPRIATE BOX(ES) TO) INDICATE	ENATURE OF	NOTICE, RI	EPORT, OR OTHE	R DATA							
TYPE OF SUBMISSION			ТҮРЕ О	F ACTION	· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·							
Notice of Intent		Deepen		Production (Start/Resume)		UWater Shut-Off							
Subsequent Report	Alter Casing	-	cture Treat			Well Integrity . Ø Other							
Final Abandonment Notice	 Casing Repair Change Plans Plug and Abandon 		Recomplete Temporarily Abandon		Venting and/or Flari								
	Convert to Injection		g Back	Water [-	ng							
Wells producing to this battery are as follows: POKER LAKE UNIT 129 / 30-015-29552-00-S1 POKER LAKE UNIT 068* / 30-015-25781-00-S1 POKER LAKE 123 / 30-015-28526-00-S2 POKER LAKE UNIT 392H / 30-015-40296-00-S1 POKER LAKE UNIT 393H / 30-015-40951-00-S1 POKER LAKE UNIT 394H / 30-015-41083-00-S1 POKER LAKE UNIT 395H / 30-015-41075-00-S1			SEE ATTACHED FOR CONDITIONS OF APPROVAL										
				Accept	ed For Rec NMOCD	ord 3.813119							
14. I hereby certify that the foregoing is t	Electronic Submission #3 For B	341197 verifie	d by the BLM We	Il Information	n System								
	Committed to AFMSS for processing by PR Name (Printed/Typed) TRACIE J CHERRY			on 06/09/2016	(16PF1404SE)								
Com	CHERRY	 	Title REGU	LATORY AN	farming the second s								
Com			Date 06/06/2		APPRO								
Com Name (Printed/Typed) TRACIE J (R FEDERA	Date 06/06/2	2016	APPRO								
Com Name (Printed/Typed) TRACIE J (Signature (Electronic St	ubmission)	PR FEDERA	Date 06/06// AL OR STATE	2016	APPRO								
Com Name (Printed/Typed) TRACIE J (ubmission) THIS SPACE FO	not wairant or	Date 06/06/2	2016	APPRO	2016 NALED MININ							
Com Name (Printed/Typed) TRACIE J (Signature (Electronic St Approved By Conditions of approval, if any, are attached, ertify that the applicant holds legal or equi	ubmission) THIS SPACE FO Approval of this notice does table title to those rights in the ct operations thereon. J.S.C. Section 1212, make it a	not wairant or subject lease crime for any p	Date 06/06// AL OR STATE Title Office	2016 OFFICE U	APPRO JUN 2 ORVIVELAND A CARLSBAD FIELD	NALEXANN							
Com Name (Printed/Typed) TRACIE J (Signature (Electronic Su Approved By onditions of approval, if any, are attached, ertify that the applicant holds legal or equi thich would entitle the applicant to conduc itle 18 U.S.C. Section 1001 and Title 43 U States any false, fictitious or fraudulent st	ubmission) THIS SPACE FO Approval of this notice does table title to those rights in the ct operations thereon. J.S.C. Section 1212, make it a	not wairant or subject lease crime for any pa to any matter w	Date 06/06// AL OR STATE Title Office erson knowingly and ithin its jurisdiction	OFFICE U	APPRO SE JUN 2 CARLSBAD FIEL ike to any department or	agency of the United							
Com Name (Printed/Typed) TRACIE J (Signature (Electronic Su Approved By onditions of approval, if any, are attached, ertify that the applicant holds legal or equi hich would entitle the applicant to conduc itle 18 U.S.C. Section 1001 and Title 43 U States any false, fictitious or fraudulent st	ubmission) THIS SPACE FO Approval of this notice does table title to those rights in the et operations thereon. J.S.C. Section 1212, make it a atements or representations as	not wairant or subject lease crime for any pa to any matter w	Date 06/06// AL OR STATE Title Office erson knowingly and ithin its jurisdiction	OFFICE U	APPRO SE JUN 2 CARLSBAD FIEL ike to any department or	agency of the United							

Additional data for EC transaction #341197 that would not fit on the form

32. Additional remarks, continued

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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.
- 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.
- 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.