UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS NIGHT

5. Lease Serial No. NMLC068905

Do not use this form for proposals to drill or to re-enteral states in abandoned well. Use form 3160-3 (APD) for such proposals in the same and sam				6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side.				Agreement, Name and/or No.	
1. Type of Well ☐ Gas Well ☐ Other			JED 8. Well Name and POKER LAKE	No. E UNIT CVX JV BS 2H	
2. Name of Operator BOPCO LP	RACIE J CHERRY spet.com	[9. API Well No.	9. API Well No. 30-015-37147-00-S1		
3a. Address P O BOX 2760 MIDLAND, TX 79702		ib. Phone No. (include area code Ph: 432-683-2277		10. Field and Pool, or Exploratory POKER LAKE	
4. Location of Well (Footage, Sec., T.		11. County or Par	11. County or Parish, and State		
Sec 11 T24S R30E SESE 255FSL 1300FEL			EDDY COU	EDDY COUNTY, NM	
12. CHECK APPR	ROPRIATE BOX(ES) TO I	NDICATE NATURE OF	NOTICE, REPORT, OR OT	HER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent	☐ Acidize	□ Deepen	☐ Production (Start/Resume	e) Water Shut-Off	
	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 Flari	
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	.,,	
testing has been completed. Final Abdetermined that the site is ready for final BOPCO, LP respectfully subm 90-days, July - September, 20 Estimated amount to flare is 11 intermittent and is necessary of Gas volumes will be metered production reports Submit subsection 14. I hereby certify that the foregoing is	nal inspection.) hits this sundry for Notice of 16. DO MCFD, depending on pip- lue to restricted pipeline cap- prior to flaring, allocated back	Intent to intermittently flare peline conditions. Flaring we pacity.	for STE ATTAC on monthly ND1 FIOT Accepted For	CHED FOR NS OF APPROV	
	Electronic Submission #341	198 verified by the BLM We	Information System		
Com	For BOF mitted to AFMSS for process	ing by PRISCILLA PEREZ o	n 06/07/2016 (16PP/1368SE)		
Name (Printed/Typed) TRACIE J	CHERRY	Title REGUL	ATORY AMALYST		
Signature (Electronic S	ubmission)	Date 06/06/2	016 / /AFriss	1 X 1	
	THIS SPACE FOR	FEDERAL OR STATE	OFFICE USE IIIN O	20/5	
			DEFICE USE JUN 2		
Approved By		Title	NAME LAND	A CON W	
onditions of approval, if any, are attached ertify that the applicant holds legal or equ thich would entitle the applicant to conduc		CARLSBAD (1)			
itle 18 U.S.C. Section 1001 and Title 43 t States any false, fictitious or fraudulent st			willfully to make to any departmen	t or agency of the United	
** BLM REVI	SED ** BLM REVISED **	BLM REVISED ** BLN	REVISED ** BLM REVIS	SED **	

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.
- 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.