Form 3160-5 (August 2007)	· · ·	UNITED STATES				APPROVED
	DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT <b>NMOCD</b>			OMB NO. 1004-0135 Expires: July 31, 2010 5. Lease Serial No.		
·	SUNDRY Do not use thi abandoned wel	SUNDRY NOTICES AND REPORTS ON WELLS <b>Artesia</b> to not use this form for proposals to drill or to re-enter an andoned well. Use form 3160-3 (APD) for such proposals.			NMLC068905           6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No. 891000303X	
1. Type of Well					8. Well Name and No. POKER LAKE UNIT CVX JV BS 2H	
Contact: TRACIE J CHERRY     BOPCO LP     E-Mail: tjcherry@basspet.com					9. API Well No. 30-015-37147-00-S1	
3a. Address P O BOX 27		3	b. Phone No. (include area code Ph: 432-683-2277	;)	10. Field and Pool, or POKER LAKE	· · ·
MIDLAND, 4. Location of W	the second s	., R., M., or Survey Description)	<u>,</u>		11. County or Parish,	and State
Sec 11 T24S R30E SESE 255FSL 1300FEL					EDDY COUNTY, NM	
· . 1	2. CHECK APPF	ROPRIATE BOX(ES) TO II	NDICATE NATURE OF	NOTICE, RE	EPORT, OR ÓTHE	R DATA
TYPE OF S	UBMISSION	*	ТҮРЕ О	FACTION	<u></u>	· · · · · · · · · · · · · · · · · · ·
Notice of I	Intent		Deepen	Producti	ion (Start/Resume)	U Water Shut-Off
	, .	Alter Casing	Fracture Treat	🗖 Reclama		U Well Integrity
		Casing Repair	New Construction Rules and Abandon	C Recomp	-	Other Venting and/or Flat
📋 Final Abar	idonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	Temporarily Abandon ng Water Disposal		
If the proposal Attach the Bon following com testing has bee determined tha BOPCO, LP	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm	ally or recomplete horizontally, gives will be performed or provide the operations. If the operation result bandonment Notices shall be filed of inal inspection.)	Bond No. on file with BLM/BI/ s in a multiple completion or rec- nly after all requirements, include	ured and true ve A. Required sub ompletion in a n ding reclamation	rtical depths of all pertin osequent reports shall be new interval, a Form 316	ent markers and zones. filed within 30 days 0-4 shall be filed once
If the proposal Attach the Bon following com testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm tober - December mount to flare is 14	Illy or recomplete horizontally, gived will be performed or provide the operations. If the operation results andonment Notices shall be filed of inal inspection.) nits this sundry for Notice of I 2016. 00 MCFD, depending on pip	e subsurface locations and meast Bond No. on file with BLM/BI/ s in a multiple completion or rec- inly after all requirements, include Intent to intermittently flare beline conditions. Flaring w	ured and true ve A. Required sub ompletion in a n ding reclamation e for	rtical depths of all pertin osequent reports shall be new interval, a Form 316	ent markers and zones. filed within 30 days 0-4 shall be filed once
If the proposal Attach the Bon following com testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm tober - December mount to flare is 11 and is necessary c	<ul> <li>Ity or recomplete horizontally, gived will be performed or provide the operations. If the operation results andonment Notices shall be filed or inal inspection.)</li> <li>nits this sundry for Notice of I 2016.</li> <li>00 MCFD, depending on pip due to restricted pipeline cap prior to flame, Olice page bac</li> </ul>	e subsurface locations and meast Bond No. on file with BLM/BI/ s in a multiple completion or rec inny after all requirements, include Intent to intermittently flare beline conditions. Flaring we bacity.	ured and true ve         A. Required sub         ompletion in a n         ding reclamation         e for         vill be         d on monthly         Deate A ST TARK	rtical depths of all pertin ssequent reports shall be new interval, a Form 316 h, have been completed,	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following com testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm tober - December mount to flare is 11 and is necessary c	Illy or recomplete horizontally, gived will be performed or provide the operations. If the operation results andonment Notices shall be filed of inal inspection.) nits this sundry for Notice of I 2016. 00 MCFD, depending on pip	e subsurface locations and meass Bond No. on file with BLM/BL/ s in a multiple completion or rec- my after all requirements, include Intent to intermittently flare weline conditions. Flaring we bacity. Intent to each well and reporter ERVATION STRICT 2016	ured and true ve         A. Required sub         ompletion in a n         ding reclamation         e for         vill be         d on monthly         Deate A ST TARK	rtical depths of all pertii ssequent reports shall be new interval, a Form 316 h, have been completed,	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following com testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm tober - December mount to flare is 11 and is necessary c	Illy or recomplete horizontally, giv rk will be performed or provide the operations. If the operation result: andonment Notices shall be filed of inal inspection.) nits this sundry for Notice of I 2016. 00 MCFD, depending on pip due to restricted pipeline cap prior to flamm, Other Star ARTESIA DIS SEP 26	e subsurface locations and meass Bond No. on file with BLM/BI/ s in a multiple completion or rec- inly after all requirements, include Intent to intermittently flare veline conditions. Flaring w bacity. k to each well and reporte ERVATION STRICT 2016	ured and true ve         A. Required sub         ompletion in a n         ding reclamation         e for         vill be         d on monthly         Deate A ST TARK	rtical depths of all pertin ssequent reports shall be new interval, a Form 316 h, have been completed,	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following com testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent Gas volume production r	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm tober - December mount to flare is 11 and is necessary c	Illy or recomplete horizontally, giv rk will be performed or provide the operations. If the operation result: andonment Notices shall be filed of inal inspection.) nits this sundry for Notice of I 2016. 00 MCFD, depending on pip due to restricted pipeline cap prior to flamm, Other Const ARTESIA DIS SEP 26 RECEIVE true and correct. Electronic Submission #350	e subsurface locations and meass Bond No. on file with BLM/BI/ s in a multiple completion or rec- inly after all requirements, include Intent to intermittently flare veline conditions. Flaring w bacity. k to each well and reporter <b>ERVATION</b> STRICT 2016	ured and true ve A. Required sub- ompletion in a n ding reclamation e for fill be d on monthly DNDITIC	rtical depths of all pertin sequent reports shall be new interval, a Form 316 h, have been completed, ACHED FOR ONS OF AP	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following com testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent Gas volume production r	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm tober - December mount to flare is 11 and is necessary of s will be metered p eports	Illy or recomplete horizontally, giv rk will be performed or provide the operations. If the operation result: andonment Notices shall be filed of inal inspection.) nits this sundry for Notice of I 2016. 00 MCFD, depending on pip due to restricted pipeline cap prior to flamm, Other Const ARTESIA DIS SEP 26 RECEIVE true and correct. Electronic Submission #350	e subsurface locations and meass Bond No. on file with BLM/BL/ s in a multiple completion or re- ingly after all requirements, included Intent to intermittently flare weline conditions. Flaring we bacity. Intent to each well and reporter ERVATION TRICT 2016	ured and true ve A. Required sub ompletion in a n ding reclamation e for fill be d on monthly DNDITIC NDITIC	rtical depths of all pertin sequent reports shall be new interval, a Form 316 a, have been completed, ACHED FOR ONS OF A	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following com testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent Gas volume production r	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm tober - December mount to flare is 11 and is necessary of s will be metered p eports	Illy or recomplete horizontally, give k will be performed or provide the operations. If the operation results andonment Notices shall be filed of inal inspection.) hits this sundry for Notice of I 2016. 00 MCFD, depending on pip due to restricted pipeline cap prior to flamm, Olicetons ARTESIA DIS SEP 26 RECEIVE true and correct. Electronic Submission #350 For BOF hitted to AFMSS for processin	e subsurface locations and meass Bond No. on file with BLM/BLM/ s in a multiple completion or re- comply after all requirements, include Intent to intermittently flare welline conditions. Flaring w vacity. k to each well and reporter <b>ERVATION</b> STRICT 2016 (COLP, sent to the BLM We COLP, sent to the Carlsba g by JENNIFER SANCHEZ of	ured and true ve A. Required sub ompletion in a n ding reclamation e for fill be d on monthly DNDITIC NDITIC	rtical depths of all pertin sequent reports shall be new interval, a Form 316 have been completed, ACHED FOR ONS OF A3 System (16JAS1792SE)	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following com testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent Gas volume production r	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm tober - December mount to flare is 11 and is necessary c s will be metered p eports	Illy or recomplete horizontally, giv rk will be performed or provide the operations. If the operation result andonment Notices shall be filed of inal inspection.) hits this sundry for Notice of I 2016. 00 MCFD, depending on pip due to restricted pipeline cap prior to flama, Olicate Nac ARTESIA DIS SEP 26 RECEIVE true and correct. Electronic Submission #350 For BOF hitted to AFMSS for processin CHERRY Submission)	e subsurface locations and meass Bond No. on file with BLM/BI/ s in a multiple completion or rec- inly after all requirements, include Intent to intermittently flare beline conditions. Flaring we bacity. Intent to each well and reporter ERVATION STRICT 2016 (CC) (CC) (CC) (CC) (CC) (CC) (CC) (CC	ured and true ve A. Required sub ompletion in a n ding reclamation e for fill be d on monthly DNDITIC DNDITIC Information on 09/14/2016 ATORY AN/ 2016	rtical depths of all pertin sequent reports shall be new interval, a Form 316 h, have been completed, ACHED FOR ONS OF ACT System (16JAS1792SE) ALYST PPRCV/D	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following com testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent Gas volume production r	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm tober - December mount to flare is 14 and is necessary of s will be metered p eports fy that the foregoing is <b>Comm</b> (Typed) TRACIE J	Illy or recomplete horizontally, giv rk will be performed or provide the operations. If the operation result andonment Notices shall be filed of inal inspection.) hits this sundry for Notice of I 2016. 00 MCFD, depending on pip due to restricted pipeline cap prior to flama, Olicate Nac ARTESIA DIS SEP 26 RECEIVE true and correct. Electronic Submission #350 For BOF hitted to AFMSS for processin CHERRY Submission)	e subsurface locations and meass Bond No. on file with BLM/BL/ s in a multiple completion or re- indy after all requirements, include Intent to intermittently flare weline conditions. Flaring we bacity. Intent to intermittently flare weak well and reporter <b>ERVATION</b> TRICT 2016 WORKEN TRICT 2016 TR3 verified by the BLM We CO LP, sent to the Carlsba g by JENNIFER SANCHEZ of Title REGUL	ured and true ve A. Required sub ompletion in a n ding reclamation e for ill be d on monthly DNDITIO NDITIO II Information of 09/14/2016 ATORY AN/ OFFICE US	rtical depths of all pertin sequent reports shall be new interval, a Form 316 have been completed, ACHED FOR ONS OF AP System (16JAS1792SE) ALYST PPROVID SE	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following com testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent a Gas volume production r 14. Thereby certific Name (Printed) Signature	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi trespectfully subm tober - December mount to flare is 14 and is necessary of s will be metered p eports fy that the foregoing is <b>Comm</b> ( <i>Typed</i> ) TRACIE J (Electronic S	Illy or recomplete horizontally, giv rk will be performed or provide the operations. If the operation result andonment Notices shall be filed of inal inspection.) hits this sundry for Notice of I 2016. 00 MCFD, depending on pip due to restricted pipeline cap prior to flamy, Olicetons ARTESIA DIS SEP 26 RECEIVE true and correct. Electronic Submission #3500 For BOF hitted to AFMSS for processin CHERRY Submission) THIS SPACE FOR	e subsurface locations and meass Bond No. on file with BLM/BI/ s in a multiple completion or rec- inly after all requirements, include Intent to intermittently flare weline conditions. Flaring we bacity. Intent to intermittently flare well and reporter <b>ERVATION</b> TRICT 2016 WOWW T83 verified by the BLM We CO LP, sent to the Carlsba g by JENNIFER SANCHEZ of Title REGUL Date 09/12/2 FEDERAL OR STATE	ured and true ve A. Required sub ompletion in a n ding reclamation e for ill be d on monthly DNDITIO NDITIO II Information of 09/14/2016 ATORY AN/ OFFICE US	rtical depths of all pertin sequent reports shall be new interval, a Form 316 h, have been completed, ACHED FOR ONS OF ACT System (16JAS1792SE) ALYST PPRCV/D	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following comp testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent i Gas volume production r 14. I hereby certifing Name (Printed) Signature Approved By Conditions of appro certify that the appli which would entitle	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm tober - December mount to flare is 11 and is necessary of s will be metered p eports fy that the foregoing is <b>Comm</b> (Typed) TRACIE J (Electronic S val, if any, are attached cant holds legal or equ the applicant to condu	Illy or recomplete horizontally, giv rk will be performed or provide the operations. If the operation result andonment Notices shall be filed of inal inspection.) hits this sundry for Notice of I 2016. 00 MCFD, depending on pip due to restricted pipeline cap prior to flamay, Outcoops ARTESIA DIS SEP 26 RECEIVE true and correct. Electronic Submission #3500 For BOP hitted to AFMSS for processin CHERRY Submission) THIS SPACE FOR d. Approval of this notice does not hitable title to those rights in the sub ct operations thereon.	e subsurface locations and meass Bond No. on file, with BLM/BI/ sin a multiple completion or rec- inly after all requirements, include Intent to intermittently flare welline conditions. Flaring we beline conditions. Flaring we wacity. Intent to intermittently flare welline conditions. Flaring we beline conditions. Flaring we wacity. Intent to intermittently flare welline conditions. Flaring we beline conditions. Flaring we wacity. Intent to intermittently flare welline conditions. Flaring we wacity. Intent to intermittently flare welline conditions. Flaring we well and reporter welline conditions. Flaring we well and reporter welline conditions. Flaring welline the conditions. Flaring welline welline conditions. Flaring welline well and reporter welline conditions. Flaring welline the conditions. Flaring welline welline conditions. Flaring welline the conditions. Flaring welline welline conditions. Flaring welline the conditions. Flaring wellin	ured and true ve A. Required sub ompletion in a n ding reclamation a for ill be d on monthly D. DITIC M. DITIC M. DITIC M. DITIC ATORYAN/ DIFICE US SUNEAS CARL	rtical depths of all pertin sequent reports shall be new interval, a Form 316 h, have been completed, ALYST Security 14 SE SE SE SE SE SE SE SE SE SE	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following comp testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent : Gas volume production r 14. I hereby certif Name (Printed) Signature Approved By Conditions of appro certify that the appli which would entitle	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi respectfully subm tober - December mount to flare is 11 and is necessary of s will be metered p eports fy that the foregoing is <b>Comm</b> <i>Typed</i> ) TRACIE J (Electronic S val, if any, are attached cant holds legal or equ the applicant to condu- ion 1001 and Title 43	Illy or recomplete horizontally, giv the will be performed or provide the operations. If the operation result andonment Notices shall be filed of inal inspection.) hits this sundry for Notice of I 2016. 00 MCFD, depending on pip due to restricted pipeline cap prior to flamay, Outcate of ARTESIA DIS SEP 26 RECEIVE true and correct. Electronic Submission #350 For BOP hitted to AFMSS for processin CHERRY Submission) THIS SPACE FOR d. Approval of this notice does not itable title to those rights in the sub-	e subsurface locations and meass Bond No. on file with BLM/BI/ sin a multiple completion or rec- inly after all requirements, include Intent to intermittently flare beline conditions. Flaring we beline conditions. Fl	ured and true ve A. Required sub ompletion in a n ding reclamation e for fill be d on monthly DNDLTIC MDLTIC ATORYAN/ OFFICE US CARL UNEAS CARL UNEAS CARL UNEAS CARL	rtical depths of all pertin sequent reports shall be new interval, a Form 316 h, have been completed, ALYST Security 14 SE SE SE SE SE SE SE SE SE SE	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following comp testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent : Gas volume production r 14. I hereby certif Name (Printed) Signature Approved By Conditions of appro certify that the appli which would entitle	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi Prespectfully subm tober - December mount to flare is 11 and is necessary of s will be metered p eports fy that the foregoing is <b>Comm</b> <i>Typed</i> ) TRACLE J (Electronic S (Electronic S) val, if any, are attached cant holds legal or equ the applicant to condu- ion 1001 and Title 43 I	Illy or recomplete horizontally, giv the will be performed or provide the operations. If the operation result andonment Notices shall be filed of inal inspection.) hits this sundry for Notice of I 2016. 00 MCFD, depending on pip due to restricted pipeline cap prior to flamay, Outcato and ARTESIA DIS SEP 26 RECEIVE true and correct. Electronic Submission #350 For BOF hitted to AFMSS for processin CHERRY Submission) THIS SPACE FOR d. Approval of this notice does not hitable title to those rights in the sul ct operations thereon. U.S.C. Section 1212. make it a crin	e subsurface locations and meass Bond No. on file with BLM/BI/ sin a multiple completion or rec- inly after all requirements, include Intent to intermittently flare welline conditions. Flaring we bacity. Intent to intermittently flare welline conditions. Flaring we bacity. Intent to intermittently flare welline conditions. Flaring we bacity. Intent to intermittently flare welline conditions. Flaring we bacity. Intermediate the conditional second STRICT 2016 STRICT 2016 Strict 2017 Strict 2016 Strict 2016 Strict 2017 Strict 2016 Strict 2017 Strict 2016 Strict 2017 Strict 2017 Strict 2017 Strict 2016 Strict 2017	ured and true ve A. Required sub ompletion in a n ding reclamation a for fill be d on monthly D. DITIC M. DITIC M. DITIC M. DITIC ATORYANA DITIC ATORYANA DIFICE US DUNEAN CARL I willfully to ma	rtical depths of all pertin sequent reports shall be new interval, a Form 316 h, have been completed, CHED FOR ONS, OF ALL System (16JAS1792SE) ALYST PPRCV/D SE DEP 1 4 /016 V LAND NA SEM SBAD FIELD OFFICE ke to any department or	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has
If the proposal Attach the Bon following comp testing has bee determined tha BOPCO, LP 90-days, Oc Estimated a intermittent : Gas volume production r 14. I hereby certif Name (Printed) Signature Approved By Conditions of appro certify that the appli which would entitle	is to deepen directiona d under which the wor pletion of the involved n completed. Final Ab t the site is ready for fi Prespectfully subm tober - December mount to flare is 11 and is necessary of s will be metered p eports fy that the foregoing is <b>Comm</b> <i>Typed</i> ) TRACLE J (Electronic S (Electronic S) val, if any, are attached cant holds legal or equ the applicant to condu- ion 1001 and Title 43 I	Illy or recomplete horizontally, giv rk will be performed or provide the operations. If the operation result andonment Notices shall be filed of inal inspection.) hits this sundry for Notice of I 2016. 00 MCFD, depending on pip due to restricted pipeline cap prior to flamy, Oliceons ARTESIA DIS SEP 26 RECEIVE true and correct. Electronic Submission #350 For BOF hitted to AFMSS for processin CHERRY Submission) THIS SPACE FOR d. Approval of this notice does not hitable title to those rights in the sul ct operations thereon. U.S.C. Section 1212, make it a crimitatements or representations as to a	e subsurface locations and meass Bond No. on file with BLM/BI/ sin a multiple completion or rec- inly after all requirements, include Intent to intermittently flare welline conditions. Flaring we bacity. Intent to intermittently flare welline conditions. Flaring we bacity. Intent to intermittently flare welline conditions. Flaring we bacity. Intent to intermittently flare welline conditions. Flaring we bacity. Intermediate the conditional second STRICT 2016 STRICT 2016 Strict 2017 Strict 2016 Strict 2016 Strict 2017 Strict 2016 Strict 2017 Strict 2016 Strict 2017 Strict 2017 Strict 2017 Strict 2016 Strict 2017	ured and true ve A. Required sub ompletion in a n ding reclamation a for fill be d on monthly D. DITIC M. DITIC M. DITIC M. DITIC ATORYANA DITIC ATORYANA DIFICE US DUNEAN CARL I willfully to ma	rtical depths of all pertin sequent reports shall be new interval, a Form 316 h, have been completed, CHED FOR ONS, OF ALL System (16JAS1792SE) ALYST PPRCV/D SE DEP 1 4 /016 V LAND NA SEM SBAD FIELD OFFICE ke to any department or	ent markers and zones. filed within 30 days 0-4 shall be filed once and the operator has

## BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Pursuant to NTL-4A III, Lessees or operators are hereby authorized to vent or flare gas on a short-term basis without incurring a royalty obligation in the following circumstances:

- A. <u>Emergencies</u>. During temporary emergency situations, such as compressor or other equipment failures, relief of abnormal system pressures, or other conditions which result in the unavoidable short-term venting or flaring of gas. However, this authorization to vent or flare gas in such circumstances without incurring a royalty obligation is limited to 24 hours per incident and to 144 hours cumulative for the lease during any calendar month, except with the prior authorization, approval, ratification, or acceptance of the Supervisor.
- B. <u>Well Purging and Evaluation Tests.</u> During the unloading or cleaning up of a well during drillstem, producing, routine purging, or evaluation tests, not exceeding a period of 24 hours.
- C. <u>Initial Production Tests</u>. During initial well evaluation tests, not exceeding a period of 30 days or the production of 50 MMcf of gas, whichever occurs first, unless a longer test period has been authorized by the appropriate State regulatory agency and ratified or accepted by the Supervisor.
- D. <u>Routine or Special Well Tests.</u> During routine or special well tests, other than those cited in NTL-4A III.B and C above, only after approval by the Supervisor.

If a flaring event conforms with the requirements listed above as per NTL-4A III., the flared volumes are not royalty bearing and the operator does not need to submit a Sundry Notice. Report flared volumes as unavoidably lost on OGOR B.

## **Condition of Approval to Flare Gas**

- The first 24 hours of a <u>temporary emergency flare\*</u> is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). NTL-4A specifies no more than 24 hours per incident and no more 144 hours cumulative for the lease during any calendar month. These Volumes are not royalty bearing and shall be reported on OGOR "B" as disposition code"23".
- 2. Flared volumes considered to be "avoidably lost":
  - Exceeding the first 24 hours for each temporary emergency flare event (144 hours cumulative for the lease per month), well purging and evaluation test.
  - During initial well evaluation tests, exceeding a period of 30 days or the production of 50 MMcf of gas, whichever occurs first
  - Scheduled flaring operations

These flare events will require prior approval via Notice of Intent- Sundry Notice (Form 3160-5). Volumes flared beyond limits defined in NTL-4A are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with NTL-4A.IV.B.. <u>Volumes for avoidably lost gas shall be</u> <u>reported on OGOR "B" reports as disposition code "08"</u>. If the operator believes that the flared volumes were "unavoidably lost" and the BLM determines them to be "avoidably lost", the operator can submit a more detailed request via Sundry Notice (Form 3160-5) for an exception in accordance with NTL-4A.IV.B.. As an alternative to producing oil and flaring gas the operator may choose to shut the well in and avoid paying royalties on otherwise avoidably lost gas.

- 3. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 4. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a Sundry Notice (Form 3160-5). Include method for volume determination and duration. Report unavoidably lost (first 24 hrs of unexpected event) and avoidably lost (exceeding the first 24 hrs or flared gas that has been approved as avoidably lost by the Authorized Officer) volumes and durations on the Subsequent Report.

- In determining the volumes of gas to be reported in accordance with NTL-4A the BLM CFO requires 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 Notice (Form 3160-5).
  - If installation of an approved gas meter is not economically feasible for continued operations. Submit Notice of Intent - Sundry Notice (Form 3160-5) to request an alternate method of determining gas volumes with a valid justification. Alternate methods are listed in NTL-4A. The Authorized Officer may require the installation of additional measurement equipment whenever it is determined that the present methods are inadequate to meet the purposes of this Notice.
- 6. An updated facility diagram is required within 60 days of modifications to existing facilities per Onshore Order #3.
- 7. This approval does not authorize any additional surface disturbance.
- 8. Subject to like approval from NMOCD

## **Regulations and Definitions**

**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.

**NTL-4A.IV.B.** Oil Well Gas. Except as provided in II.C and III above, <u>oil well gas may not be vented or flared unless</u> approved in writing by the Supervisor. The Supervisor may approve an application for the venting or flaring of oil well gas if justified either by the submittal of (1) an evaluation report supported by engineering, geologic, and economic data which demonstrates to the satisfaction of the Supervisor that the expenditures necessary to market or beneficially use such gas are not economically justified and that conservation of the gas, if required, would lead to the premature abandonment of recoverable oil reserves and ultimately to a greater loss of equivalent energy than would be recovered if the venting or flaring were permitted to continue or (2) an action plan that will eliminate venting or flaring of the gas within 1 year from the date of application.

\*<u>Temporary Emergency Flaring</u> is defined as an unexpected situation requiring immediate action. A flaring event is considered an emergency if the occurrence is out of the operators control and the operator had less than 24 hrs notification of the event. Scheduled or routine flare events will not be considered an emergency.