Approved By

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.

UNITED STATES DEPARTMENT OF THE INTERIOR

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

1135 2010 **BUREAU OF LAND MANAGEMENT** Artesia 5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NMLC064894A Do'not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. NMNM71016 1. Type of Well 8. Well Name and No. POKER LAKE UNIT CVX JV PC 1H 🗖 Oil Well 🔁 Gas Well 🔲 Other Name of Operator Contact: TRACIE J CHERRY API Well No. BOPCO LP E-Mail: tjcherry@basspet.com 30-015-36635-00-S1 10. Field and Pool, or Exploratory 3a. Address 3b, Phone No. (include area code) P O BOX 2760 Ph: 432-683-2277 WILDCAT MIDLAND, TX 79702 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, and State Sec 17 T25S R30E SESE 350FSL 350FEL EDDY COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION □ Acidize Deepen □ Production (Start/Resume) ■ Water Shut-Off ■ Notice of Intent ☐ Alter Casing ☐ Fracture Treat ☐ Reclamation ■ Well Integrity ☐ Subsequent Report Casing Repair ■ New Construction ☐ Recomplete Venting and/or Flari □ Plug and Abandon ☐ Final Abandonment Notice Change Plans 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.) Acceptaci for record BOPCO, LP respectfully submits this sundry for Notice of Intent to intermittently flare for 90-days, April - June 2016. SEE ATTACHED CONDITIONS OF APPROVA Wells going to this battery are as follows: Poker Lake Unit CVX JV PC 001H* / 30-015-36635-00-S1 Poker Lake Unit CVX JV RR 006H / 30-015-36636-00-S1 Poker Lake Unit CVX JV RR 010H / 30-015-42158-00-S1 Poker Lake Unit CVX JV PC 021H / 30-015-42390-00-S1 ARTESIA DISTRICT Estimated amount to flare is 150 MCFD, depending on pipeline conditions. Flaring will be APR 0 8 2016 intermittent and is necessary due to restricted pipeline capacity. 14. I hereby certify that the foregoing is true and correct Electronic Submission #333124 verified by the BLM Well Information System For BOPCO LP, s nt to the Carlshad Committed to AFMSS for processing by A\$HLEY PEREZ on 03/10/20/16 (16AP0040SE) REGULATORY ANALYST Name (Printed/Typed) TRACIE J CHERRY Title (Electronic Submission) Date 03/08/2016 Signature

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.

THIS SPACE FOR FEDERAL OR STATE OFFICE

Title

Office

USE

MAR

ARLSBA

Additional data for EC transaction #333124 that would not fit on the form

32. Additional remarks, continued

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.
- 7. 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.