UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOC	D			
A		Expires: July 31,		
Artes ₁ a	. 5.	Lease Serial No.		

FORM APPROVE	Œ
OMB NO. 1004-01	135
Expires: July 31, 20	010
a Social No	

SUNDRY NOTICES AND REPORTS ON WELLS Do'not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side.			NMLC064894	NMLC064894A 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. NMNM71016f	
			6. If Indian, Allotted		
Type of Well		Well Name and No. POKER LAKE UNIT CVX JV PC 1H			
2. Name of Operator BOPCO LP	9. API Well No. 30-015-36635	i-00-S1 .			
3a. Address P O BOX 2760 MIDLAND, TX 79702		p. Phone No. (include area cooh)h: 432-683-2277	le) 10. Field and Pool, o WILDCAT	10. Field and Pool, or Exploratory WILDCAT	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Parish	H. County or Parish, and State	
Sec 17 T25S R30E SESE 350		EDDY COUNT	EDDY COUNTY, NM		
12. CHECK APPI	ROPRIATE BOX(ES) TO I	NDICATE NATURE OF	NOTICE, REPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent	☐ Acidize	□ Deepen	☐ Production (Start/Resume)	■ Water Shut-Off	
_	☐ Alter Casing	☐ Fracture Treat	Reclamation ,	■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	☐ New Construction	☐ Recomplete	Other Venting and/or Flari	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	ng	
13. Describe Proposed or Completed Op	Convert to Injection	☐ Plug Back	Water Disposal		
following completion of the involved	l operations. If the operation results pandonment Notices shall be filed of inal inspection.)	in a multiple completion or re nly after all requirements, incl	IA. Required subsequent reports shall be completion in a new interval, a Form 3 uding reclamation, have been completed to for	160-4 shall be filed once I, and the operator has	
90-days, April - June 2016.	into tria duridity for frontes of t	,	,	OR OF 19-11-1	
Wells going to this battery are Poker Lake Unit CVX JV PC (Poker Lake Unit CVX JV RR (Poker Lake Unit CVX JV RR (Poker Lake Unit CVX JV PC (CONDITIONS OF A	APPROVAL "			
Poker Lake Unit CVX JV PC 021H / 30-015-42390-00-S1 Estimated amount to flare is 150 MCFD, depending on pipeline conditions. Flaring will be intermittent and is necessary due to restricted pipeline capacity. APR 0 8 2016					
	•		RECER	2016	
14. I hereby certify that the foregoing is	Electronic Submission #333	CO LP, sent to the Carlst	/ell Information-System	7	
Name (Printed/Typed) TRACIE J		* ·	JLATORY ANALYST	· / /	
Signature (Electronic S	Submission)	Date 03/08/	12016 1/27 1/5		
		FEDERAL OR STATE			
		1			
_Approved By		Title	MAR 2/4/201	Y Date	
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.			OUT AND ST LA AGE CARLESDA TELEVOFF	REMENT //	
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a crim statements or representations as to a	ne for any person knowingly ar ny matter within its jurisdictio	nd willfully to make to any department on.	or agency of the United	

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.