Form 3160-5 (June 2015)

NMOCD

FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

Artesia

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT				NMLC049648B		
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.				6. If Indian, Allottce or Tribe Name		
SUBMIT IN TRIPLICATE - Other instructions on page 2				7. If Unit of CA/Agreement, Name and/or No.		
1. Type of Well				8. Well Name and No. COMPTON 33 FEDERAL 1		
Z Oil Well Gas Well Other 2. Name of Operator LIME ROCK PESCULPOTO II A L. R.				9. API Well No. 30-015-30046		
LIME ROCK RESOURCES II-A,E.P.				30-015-30046 10. Field and Pool or Exploratory Area		
3a. Address 1111 BAGBY STREET HOUSTON, TX 77002	3b. Phone No. <i>(include area</i> (575) 365-9724	code)	RED LAKE; QUEEN - GRAYBURG SA			
4. Location of Well (Footage, Sec., T.R.M., or Survey Description) 2310' FWL & 1650' FSL, Section 33-17S-27E				II. Country or Parish, State EDDY COUNTY, NM		
12. CH	CK THE APPROPRIATE BO	X(ES) TO INDICATE NAT	URE OF NOTI	CE, REPORT OR OTH	ER DATA	
TYPE OF SUBMISSION TYPE OF AC				FION		
Notice of Intent	Acidize Alter Casing	Deepen Hydraulie Fracturi		uction (Start/Resume)	Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon		omplete porarily Abandon	Other Venting and/or Flaring	
Final Abandonment Notice	Convert to Injection	Plug Back	Wate	er Disposal	·	
completed. Final Abandonment No is ready for final inspection.) Requesting to flare gas due to Estimated Volume - 20 mcf Estimated Time - 01/02/2016 - Please see attached well list for	DCP Midstream Plan shut in 01/07/2016 10 day a or wells in battery.	pproval	SEE A		FOR APPROVAL	
	vav.	A OIL CONSERVA ARTESIA DISTRICT	TION		Accepted for reco	
	·	APR 0.8 2016 RECEIVED		ENTERED AFMSS	IN & 4-11-16	
14. I hereby certify that the foregoing is MICHAEL BARRETT	true and correct. Name (Prin	PROD	OUCTION SUF	PERINTENDENT.		
Signature Mulu	B-5	Date	£	01/13/20	16	
	THE SPACE	FOR FEDERAL OR	STATE OF	ICE USE		
Approved by		Title		MAR 2 B	2016/ De hul	
Conditions of approval, if any, are attac certify that the applicant holds legal or a which would entitle the applicant to cor	equitable title to those rights in	pes not warrant or the subject lease Office		Bulker CHICK	SVIM	

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

any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)



Eagle 34 Btty NMLC049648B

Compton 33 Federal #1 30-015-30046 Compton 33 Federal #2 30-015-30047 Compton 6 Federak #2 30-015-30104

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.