UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

Artesia SUNDRY NOTICES AND REPORTS ON WELLS

5. Lease Serial No. NMNM02887D

Do not use to abandoned w	6. If Indian, Allottee	If Indian, Allottee or Tribe Name Tribe Name If Unit or CA/Agreement, Name and/or No.			
SUBMIT IN TE	7. If Unit or CA/Agr				
1. Type of Well	8. Well Name and No.				
🔀 Oil Well 📋 Gas Well 📋 C	JAMES RANCH				
2. Name of Operator Contact: TRACIE J CHERRY BOPCO LP E-Mail: tjcherry@basspet.com			9. API Well No. 30-015-27784	-00-C1	
3a. Address P O BOX 2760 MIDLAND, TX 79702		b. Phone No. (include area code Ph: 432-683-2277	10. Field and Pool, of LOS MEDANO	or Exploratory OS	
4. Location of Well YFootage, Sec., T., R., M., or Survey Description)			11. County or Parish	, and State	
Sec 6 T23S R31E SENW 20	EDDY COUNT	EDDY COUNTY, NM			
12. СИЕСК АРІ	PROPRIATE BOX(ES) TO D	NDICATE NATURE OF	NOTICE, REPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION		TYPE O	TYPE OF ACTION .		
Notice of Intent □ Subsequent Report	☐ Acidize	□ Deepen	☐ Production (Start/Resume)	■ Water Shut-Off	
	☐ Alter Casing	□ Fracture Treat	☐ Reclamation	■ Well Integrity	
	☐ Casing Repair	■ New Construction	☐ Recomplete	Other	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	□ Temporarily Abandon	Venting and/or Flaring	
	Convert to Injection	☐ Plug Back	■ Water Disposal		
determined that the site is ready for BOPCO, LP respectfully sub location, July - September, 2	mits this sundry notice Notice	of Intent to flare at the ref	erenced NM OIL	CONSERVATION	
Wells producing to this battery are as follows:			J.	JL 19 2016	
JAMES RANCH UNIT 0178* JAMES RANCH UNIT 017W JAMES RANCH UNIT 017D JAMES RANCH 073B / 30-0 JAMES RANCH 073W / 30-0 JAMES RANCH UNIT 073D JAMES RANCH 076B / 30-0	/ 30-015-27784-00-C2 // / 30-015-27784-00-C3 // 15-28979-00-C2 // 15-28979-00-C1 // / 30-015-28979-00-C3 //	SEE AT CONDI	TACHED FOR F TIONS OF APPRO Accepted For Re	RECEIVED VAL	
			NMOCD /	12/2/11/18	
	Electronic Submission #341 For BOP mmitted to AFMSS for process	CO LP, sent to the Carlsba ing by PRISCILLA PEREZ o	id n 06/07/2016 (16/PP1379SE)		
Name (Printed/T) ped) TRACIE	J CHERRY	Title REGUL	ATORY/ANALYST //		
Signature (Electronic	Submission)	Date 06/06/2	O16 / MPPROW		
	THIS SPACE FOR	FEDERAL OR STATE			
Approved By		Title	JUN 2/ 201	may m	
onditions of approval, if any, are attachertify that the applicant holds legal or equicible would entitle the applicant to cond	uitable title to those rights in the sub		CARLSBAD IELSC	ICE	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crune 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.

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.
- 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.