Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR

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

BUREAU OF LAND MANAGEMENT 5. Lease Serial No SUNDRY NOTICES AND REPORTS ON WELLS NMNM03677 Do not use this form for proposals to drill of to regard Field Officen, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for see a part of the Name of ALLESIS 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on be Well Name and No. STEBBINS 20 FEDERAL 123H 1. Type of Well ☑ Oil Well ☐ Gas Well ☐ Other **RAKESH PATEL** 9. API Well No. 2. Name of Operator Contact: 30-015-43201-00-S1 MATADOR PRODUCTION COMPANYE-Mail: RPatel@matadorresources.com 10. Field and Pool or Exploratory Area
WC015G04S202920D-BONE SPRING 3b. Phone No. (include area code) ONE LINCOLN CENTER 5400 LBJ FREEWAY SUITE 500 575-623-6601 Ext. 2476 DALLAS, TX 75240 Fx: 575-624-5321 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State Sec 20 T20S R29E NWSW 1693FSL 130FWL EDDY COUNTY, NM 32.557783 N Lat, 104.105116 W Lon 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION ■ Water Shut-Off □ Acidize □ Deepen ☐ Production (Start/Resume) Notice of Intent ☐ Hydraulic Fracturing ■ Well Integrity ■ Alter Casing □ Reclamation ☐ Subsequent Report Other Casing Repair ■ New Construction Recomplete Venting and/or Flari ☐ Final Abandonment Notice ☐ Change Plans □ Plug and Abandon ☐ 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

BLM BOND No. NMB001079 SURETY BOND No. 0015172 Accepted for recordence Requesting to flare for 180 days: 07/12/18 - 01/08/18

Flaring due to HT flash gas & compressor issues.

Includes Stebbins 20 Federal 123H & Stebbins 20 Federal 133H, 30-015-43201-00-S1 & 30-015-44183-00-S1 respectively.

Both NMNM03677

DISTRICT II-ARTESIA O.C.D.

14. I hereby certify that th	e foregoing is true and correct. Electronic Submission #426680 verifi For MATADOR PRODUCTION Committed to AFMSS for processing by PF	DOMPAN	IY, sent to the Carlsbad	
Name (Printed/Typed)	AVA MONROE	Title	SR. ENGINEERING TECHNICIAN	
Signature	(Electronic Submission) THIS SPACE FOR FEDER	Date AL OR	07/09/2018 STATE OFFICE USE	
Approved By	/s/ Jonathon Shepard	Title		JUL 2 2018
certify that the applicant hole	y, are attached. Approval of this notice does not war ant or ds legal or equitable title to those rights in the subject lease	Office	and the second s	

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.

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Condition of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
- 2. All flaring under this request is considered to be "avoidably lost":

 Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".

Exceptions:

- a. 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). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.103 3179.105.