

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NMOCD
Hobbs

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

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.

5. Lease Serial No.
NMNM16353

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
OUTRIDER FEDERAL CTB SEE BELOW

9. API Well No.

10. Field and Pool or Exploratory Area
WC-025 G06 S253206M

11. County or Parish, State
LEA COUNTY, NM

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
XTO ENERGY INC.
Contact: PATTY R URIAS
E-Mail: patty_urias@xtoenergy.com

3a. Address
500 W. ILLINOIS SUITE 100
MIDLAND, TX 79701

3b. Phone No. (include area code)
Ph: 432-620-4318
Fx: 432-618-3530

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 27 T24S R32E Mer NMP 170FNL 2115FWL

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Venting and/or Flaring
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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.

REQUEST FOR FLARE METERING EXCEPTION

OUTRIDER CTB

Because there is no flare meter at the OUTRIDER CTB, XTO Energy Inc. is requesting the BLM acknowledge that its method for estimating volumes of flared production from Avalon Delaware Unit TB complies with NTL-4A and, therefore, that no flare meter is required at the OUTRIDER CTB.

XTO estimates the flare start date based on a comparison of the metered sales volume to the daily average sales volumes. Specifically, XTO divides the theoretical flare volume (derived by the difference between the average sales volumes and the actual sales volume for a given duration) by the average daily sales volume and then multiplies that figure by 24 to determine an estimated

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #385899 verified by the BLM Well Information System
For XTO ENERGY INC. sent to the Hobbs
Committed to AFMSS for processing by DEBORAH MCKINNEY on 11/09/2017 ()

Name (Printed/Typed) PATTY R URIAS

Title REGULATORY ANALYST

Signature (Electronic Submission)

Date 08/24/2017

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

APPROVED

FEB 2 2018

Approved By _____

Title

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.

Office

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

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.

(Instructions on page 2)

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

Additional data for EC transaction #385899 that would not fit on the form

32. Additional remarks, continued

number of hours.

The sales meter is the first meter for the production (there is no separate production meter). XTO determines the flared volumes by comparing the sales volume during the period of flaring to the average sales volume. Specifically, XTO subtracts the actual sales volume from an average of sales volume (both figures taken from the sales meter). XTO will use a rolling 12 month production average as requested by the BLM for future sundries, as we as revise our prior sundries and OGORs based on the 12 month average.

OUTRIDER FEDERAL CTB

Associated Well(s):

Outrider Federal 6H - API 30-025-42932
Charro Federal 1H - API 30-025-42794

NMNM 135839

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. Subject to like approval from NMOCD
2. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08"
3. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
4. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.
5. ~~"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. *(variance approved for meter exception)*
6. This approval does not authorize any additional surface disturbance.

43CFR §3162.7-1 Disposition of production.

(a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas, and sulphur produced from the leased land.

(d) The operator shall conduct operations in such a manner as to prevent avoidable loss of oil and gas. A operator shall be liable for royalty payments on oil or gas lost or wasted from a lease site, or allocated to a lease site, when such loss or waste is due to negligence on the part of the operator of such lease, or due to the failure of the operator to comply with any regulation, order or citation issued pursuant to this part.