BUNDRY	UNITED STATE EPARTMENT OF THE I SUREAU OF LAND MAN/ NOTICES AND REPO	NTERIOR GEMENT ORTS ON WELLS	NMOC Artes	ia 🔔	OMBI	4 APPROVED NO. 1004-0135 s: July 31, 2010
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.	6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No.	
1. Type of Well					8. Well Name and No. LAKE SHORE 10 FEDERAL SC 5	
Oil Well Gas Well Other Other Contact: ADDISON LONG FASKEN OIL & RANCH LIMITED E-Mail: addisonl@forl.com					9. API Well No. 30-015-33234-00-5152	
3a. Address 6101 HOLIDAY HILL ROAD MIDLAND, TX 79707	3a. Address 3b. Phone No. (include area code) 6101 HOLIDAY HILL ROAD Ph: 432-687-1777				10. Field and Pool, or Exploratory CATCLAW DRAW-DELAWARE	
4. Location of Well (Footage, Sec., 7	F., R., M., or Survey Description	ן וו		11	11. County or Parish, and State	
Sec 10 T21S R26E SWNE 15				EDDY COUNT		
12. CHECK APP	ROPRIATE BOX(ES) T	O ÍNDICATE NAT	URE OF NOT	TICE, REPO	ORT, OR OTHE	ER DATA
TYPE OF SUBMISSION		· · · ·	TYPE OF AC	TION		·
Notice of Intent	□ Acidize	🗖 Deepen		Production	(Start/Resume)	UWater Shut-Off
—	Alter Casing	Fracture Tr	_	Reclamatio	a)	U Well Integrity
Subsequent Report	Casing Repair	New Const	_	Recomplete		🛛 Other Venting and/or Fla
Final Abandonment Notice	 Change Plans Convert to Injection 	Plug and A Plug Back		Temporaril Water Disp	-	ng
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Addison Long

From:	Odie Roberts Wednesday, July 20, 2016 9:48 AM
Sent: To:	Addison Long
Cc:	Mark Jacobs; Sheila Payne; Chance Sexton; Samantha Rodriguez; Gloria Oetting
Subject:	FW: Artesia Shutin
Attachments:	Fasken Oil.xlsx

Lease	Flare Date	BOPD	BWPD	MCFD
Cameron 31 Fed 1	7/26/2016	3	44	1
Avalon 10 Fed 22	7/26/2016	2.75	22	0
Soapberry Draw 7-1	7/26/2016	5.55	83	14
Lakeshore 10 Fed 5	7/26/2016	5.01	5	0
Gossett20-3H	7/26/2016	8	41	1
Gossett20-4H	7/26/2016	3	19	0
Sling Shot 35-1	7/26/2016	0	1	40

Addison,

The wells listed above will need a flaring permit starting July 26th thru August 2nd. This gives us some extra days in case DCP has trouble with their repairs. The Avalon 10-23 will be shut in so no permit for it.

Thanks,

FASKEN MAND

Odie Roberts Jr. Fasken Oil and Ranch, Ltd. | 6101 Holiday Hill Road | Midland Texas 79707-1631 odier@forl.com | O: 432-687-1777 | F: 432-687-1570 | M: 432-556-1454 | Sat: 877-424-0139

From: Sheila Payne Sent: Tuesday, July 19, 2016 1:11 PM To: Odie Roberts <odier@forl.com> Cc: Mark Jacobs <markj@forl.com> Subject: FW: Artesia Shutin

From DCP.

Thanks, Sheila

From: Ragsdale, Dena D [mailto:DDRagsdale@dcpmidstream.com]

Sent: Tuesday, July 19, 2016 12:01 PM

To: Sheila Payne <sheilap@forl.com>

Cc: Pudim, David A <<u>DAPudim@dcpmidstream.com</u>>; Valencia, Israel <<u>IValencia@dcpmidstream.com</u>>; Carmichael, Eric

1

<<u>ECarmichael@dcpmidstream.com</u>>; Cupp, William <<u>WCupp@dcpmidstream.com</u>>; Aguilar, Steven M <<u>SMAguilar@dcpmidstream.com</u>>; Huynh, Steven V <<u>SVHuynh@dcpmidstream.com</u>>; Cary, Leland P <<u>LPCary@dcpmidstream.com</u>>; Griesinger, David A <<u>DAGriesinger@dcpmidstream.com</u>> Subject: Artesia Shutin

Dear Producer,

On July 27th, 2016, DCP will be performing maintenance at the Artesia plant. DCP is requesting the producers to *shut in all production* on the affected meter list <u>3:00 PM MST</u> on July 26th, 2016. DCP will begin maintenance at 8:00 AM MST on July 27th at the Artesia plant. DCP plans the work should last approximately 12 hours. DCP field personnel will be in contact with more details on coordinating the shut in. <u>Please do not bring gas online until your operations contact gets a call from the DCP operations team.</u>

2

Please coordinate with our operations folks in the area to coordinate gas shut-in and start-up:

Israel Valencia (Artesia Field Supervisor) C: 575-973-8635 O: 575-677-5228 Eric Carmichael (Artesia Field Operator) C: 575-499-6833

Bill Cupp (Carlsbad Field Supervisor) C: 903-263-4814 O: 575-234-6415

Steve Aguilar (Carlsbad Field Operator) C: 575-513-9913

Thanks for your understanding and cooperation.

Dena Ragsdale Senior Scada Analyst Office: 575-397-5507 Cell: 515-802-5120 ddragsdale@dcpmidstream.com

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.