Form 3160-5 (June 2015)

# UNITED STATES OIL CONSERVATION DEPARTMENT OF THE INTERIOR DEMAND GIBRICT

FORM APPROVED OMB NO. 1004-0137

Di	Expires: J	anuary 31, 2018			
BUREAU OF LAND MANAGEMENT  SUNDRY NOTICES AND REPORTS ON WESE* 1-3-2017  Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.			7 5. Lease Serial No. NMLC029435A		
			6. If Indian, Allottee	or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on page 2			7. If Unit or CA'Agre NMNM134086	ement, Name and/or No.	
1. Type of Well			8. Well Name and No RAVEN CENTRA	N BATTERY 1	
Oil Well Gas Well Other: UNKNOWN OTH  2. Name of Operator Contact: EMILY FOLLIS			9. API Well No.		
APACHE CORPORATION E-Mail: Emily.Follis@apachecorp.com			30-015-40465	30-015-40465	
3a. Address 303 VETERANS AIRPARK LA MIDLAND, TX 79705		Phone No. (include area code) 1: 432-818-1801	10. Field and Pool or CEDAR LAKE:	10. Field and Pool or Exploratory Area CEDAR LAKE:GLORIETA-YESO	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Parish, State		
Sec 7 T17S R31E			EDDY COUNT	EDDY COUNTY COUNTY, NM	
12. CHECK THE AF	PPROPRIATE BOX(ES) TO	INDICATE NATURE OF	F NOTICE, REPORT, OR OTI	HER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off	
■ Notice of Intent	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	☐ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	☐ New Construction	☐ Recomplete	Other	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	Venting and/or Flari	
_	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	ng	
Attach the Bond under which the wor	ally or recomplete horizontally, give it will be performed or provide the F operations. If the operation results andonment Notices must be filed on inal inspection.	subsurface locations and measur Bond No. on file with BLM/BIA. in a multiple completion or recor lly after all requirements, includi	ed and true vertical depths of all pertic Required subsequent reports must be appletion in a new interval, a Form 316 ng reclamation, have been completed	nent markers and zones. Filed within 30 days 50-4 must be filed once	
Raven Central Bty - PAD 1,5,8	er.	er Amma Cuttina no	vn.		
RAVEN BATTERY FLARE(6)	5, 10, 12, 10		SEE ATTACHED FOR COMULTIONS OF APPROVAL		
•		C		PPROVAL	
<ol> <li>Meter #6165023</li> <li>Volumes are being reported</li> <li>Flare location - Sec 7 17S,3</li> </ol>	31E sent prior		Propality		
CEDAR LAKE FEDERAL CA	701 30-015-40465 Vertical -	Sec 7 17S,31E —			
14. I hereby certify that the foregoing is	Electronic Submission #3858	RPORATION, sent to the C	arl≸bad // `		
Name (Printed/Typed) EMILY FC	DLLIS	Title REGULA	ATORY AMALYST \ [ ]		
Signature (Electronic S	Submission)	Date 08/23/20			
	THIS SPACE FOR F	EDERAL OR STATE	PFICE USE		
Approved By		Title	BUREAD OF LAND MANAGEMEN	T Jago V	
Conditions of approval, if any, are attached	d. Approval of this notice does not v	varrant or	CHIRESUAD HELD OF TIES		
certify that the applicant holds legal or equ which would entitle the applicant to condu	ict operations thereon.	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.

## Additional data for EC transaction #385832 that would not fit on the form

#### 32. Additional remarks, continued

CEDAR LAKE FEDERAL CA 719H 30-015-40916 PAD 1 --CEDAR LAKE FEDERAL CA 720H 30-015-40917 -CEDAR LAKE FEDERAL CA 721H 30-015-40918---CEDAR LAKE FEDERAL CA 810H 30-015-40466 PAD 5-CEDAR LAKE FEDERAL GA 811H 30-015-40467 O CEDAR LAKE FEDERAL CA 812H 30-015-40468-CEDAR LAKE FEDERAL CA 826H 30-015-40462 -CEDAR LAKE FEDERAL CA 827H 30-015-40470-CEDAR LAKE FEDERAL CA 716H 30-015-40913 PAD 8 -CEDAR LAKE FEDERAL CA 717H 30-015-40914-CEDAR-LAKE FEDERAL CA-718H-30-015-40915-0 1941) CEDAR LAKE FEDERAL CA 737H 30-015-40901-CEDAR LAKE FEDERAL CA 738H 30-015-40902-CEDAR LAKE FEDERAL CA 739H 30-015-40903 O CEDAR LAKE FEDERAL CA 628H 30-015-42653 PAD 10 CEDAR LAKE FEDERAL CA 629H 30-015-42585 -CEDAR LAKE FEDERAL CA 630H 30-015-42586 O CEDAR LAKE FEDERAL CA 634H 30-015-42654 - CEDAR LAKE FEDERAL CA 635H 30-015-42587 CEDAR LAKE FEDERAL CA 636H-30-015-42588 ----CEDAR LAKE FEDERAL CA 640H 30-015-42900 PAD 12 -CEDAR LAKE FEDERAL CA 641H 30-015-42901 -CEDAR LAKE FEDERAL CA 642H 30-015-42902 CEDAR LAKE FEDERAL CA 643H 30-015-42903 CEDAR LAKE FEDERAL CA 644H 30-015-42904'0 CEDAR LAKE FEDERAL CA 645H 30-015-429060 AAF not even in drilling Startus. CEDAR LAKE FEDERAL CA 652H 30-015-42907 PAD 16 -CEDAR LAKE FEDERAL CA 653H 30-015-42908 --CEDAR LAKE FEDERAL CA 654H 30-015-42909-CEDAR LAKE FEDERAL CA 655H 30-015-42910 CEDAR LAKE FEDERAL CA 656H 30-015-42911 CEDAR LAKE FEDERAL CA 657H 30-015-42912

## BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

### Pursuant to, 43 CFR 3179

Lessees or operators are hereby authorized to vent or flare gas on a short-term basis without incurring a royalty obligation in the following circumstances:

- A. 43 CFR 3179.105 Emergencies (a) An operator may flare or, if flaring is not feasible given the emergency, vent gas royalty-free under §3179.4 (a) (vi) of this subpart during an emergency. For purposes of this subpart, an "emergency" is a temporary, infrequent and unavoidable situation in which the loss of gas or oil is uncontrollable or necessary to avoid risk of an immediate and substantial adverse impact on safety, public health, or the environment. For purposes of royalty assessment, an "emergency" is limited to a short-term situation of 24 hours or less (unless the BLM agrees that the emergency conditions necessitating venting or flaring extend for a longer period) caused by an unanticipated event or failure that is out of the operator's control and was not due to operator negligence.
- B. 43 CFR 3179.4 Determining when the loss of oil or gas is avoidable or unavoidable.
  (2) Avoidably lost oil or gas means: Lost oil or gas that is not "unavoidably lost," as defined in paragraph (a) of this section; waste oil that became waste oil through operator negligence; and, any "excess flared gas," as defined in §3179.7.
- C. 43 CFR 3179.5 When lost production is subject to royalty.
  - (a) Royalty is due on all avoidably lost oil or gas.
  - (b) Royalty is not due on any unavoidably lost oil or gas.

## **Condition of Approval to Flare Gas**

- 1. 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".
- Flared volumes considered to be "avoidably lost":
   These flare events will require prior approval via Notice of Intent- Sundry Notice (Form 3160-5).
   Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179.
   Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".
  - If the operator believes that the flared volumes were "unavoidably lost" and the BLM determines them to be "avoidably lost", the operator can submit a more detailed request via Sundry Notice (Form 3160-5) for an exception in accordance with 43 CFR 3179.4, 3179.103 3179.105. As an alternative to producing oil and flaring gas the operator may choose to shut the well in and avoid paying royalties on otherwise avoidably lost gas.
- 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 Notice (Form 3160-5). <u>Include method for volume determination and duration</u>. Report unavoidably lost (first 24 hrs. of unexpected event) and avoidably lost (exceeding the first 24 hrs. or flared gas that has been approved as avoidably lost by the Authorized Officer) volumes and durations on the Subsequent Report.
- 5. In determining the volumes of gas to be reported, shall be in accordance with 43 CFR 3179.4, 43 CFR 3179.5, 43 CFR 3179.9 and 43 CFR 3179.10
- 6. The operator must estimate or measure all volumes of gas vented or flared gas by one of the following methods.
  - Measure the flare gas by a meter. The meter shall meet all requirements for a sales meter as per Federal Regulations, 43 CFR 3175 (due to volume of gas being flared).
     Include meter serial number on Sundry Notice (Form 3160-5).
  - ii. Calculate the volume of the flared gas based on the results of a regularly performed GOR test and measured values for the volumes of oil production and gas sales, so as to allow BLM to independently verify the volume, rate, and heating value of the gas flared.

Regulation Ref: Link to 43 CFR 3179 Waste Prevention and Resources Conservation; https://www.ecfr.gov/cgi-

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