Form 3160-(June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No. OFFICHMNM911 SUNDRY NOTICES AND REPORT

Do not use this form for proposals to drill or togre 6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for sub 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 SCR433 8. Well Name and No. EL PASO FEDERAL 9 1. Type of Well Oil Well S Gas Well Other STEPHANIE GUTIERREZ API Well No. Contact: 2. Name of Operator 30-015-30221-00-S1 E-Mail: stephanieg@forl.com FASKEN OIL & RANCH LIMITED 10. Field and Pool or Exploratory Area 3b. Phone No. (include area code) 3a. Address Ph: 432-687-1777 AVALON-DELAWARE 6101 HOLIDAY HILL ROAD MIDLAND, TX 79707 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) EDDY COUNTY, NM Sec 2 T21S R26E NWSE 1980FSL 1350FEL 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION ☐ Production (Start/Resume) ■ Water Shut-Off ☐ Acidize □ Deepen Notice of Intent ☐ Alter Casing ☐ Hydraulic Fracturing ☐ Reclamation ■ Well Integrity ☐ Subsequent Report ☐ New Construction □ Recomplete Other Casing Repair Venting and/or Flari ☐ Plug and Abandon ☐ Temporarily Abandon ☐ Final Abandonment Notice ☐ Change Plans □ 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. Fasken Oil and Ranch, Ltd. requests a flare permit for the above well that started on July 17, 2018. Enterprise claims we should be back on by July 23, 2018, but we want to go ahead and request a permit that would be good through the end of the month, July 31, 2018. It will be flaring 120 RECEIVED mcfpd. Accepted for recordiaug 07 2018 DISTRICT II-ARTESIA O.C.D. 14. I hereby certify that the foregoing is true and correct Electronic Submission #427768 verified by the BLM Well Information System For FASKEN OIL & RANCH LIMITED, sent to the Carlsbad Committed to AFMSS for processing by DEBORAH MCKINNEY on 07/23/2018 (18DLM0477SE) STEPHANIE GUTIERREZ Title **REGULATORY ANALYST** Name (Printed/Typed) (Electronic Submission) 07/18/2018 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Jonathon Shepard Petroleum Engineer _Approved_By_ Conditions of approval, if any, are attached. Approval of this notice does not warrant or 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

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.

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.