Form 3160-5' (February 2005) OCD Artesia

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: March 31, 2007

5. Lease Serial No. NM-0488813

6. If Indian, Allottee or Tribe Name

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.

SUBMIT IN TRIPLICATE – Other instructions on page 2.				7. If Unit of CA/Agreement, Name and/or No.	
1. Type of Well				0.37-11 No	
☐ Oil Well ☐ Gas Well ☐ Other				8. Well Name and No. Cameron "31" Federal No. 1	
Name of Operator Fasken Oil and Ranch, Ltd.				9. API Well No. 30-015-20907	
3a. Address	3b. Phone No. (include area code) 432-687-1777		10. Field and Pool or Exploratory Area Wildcat; Yeso		
6101 Holiday Hill Road, Midland, TX 79707					
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description Unit Letter J., Sec. 31, T20S, R25E; 1650' FSL & 1650' FEL)		11. Country or Parish, State Eddy, NM	
12. CHEC	K THE APPROPRIATE BO	OX(ES) TO INDICATE NATURI	E OF NOTIC	CE, REPORT OR OTHE	ER DATA
TYPE OF SUBMISSION	TYPE OF ACTION				
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	_	uction (Start/Resume) amation	Water Shut-Off Well Integrity
Subsequent Report	Casing Repair	New Construction	\equiv	omplete .	Other Request to Flare Casinghead Gas
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back		porarily Abandon er Disposal	Casingnead Gas
Attach the Bond under which the v following completion of the involv testing has been completed. Final determined that the site is ready fo DCP will fully curtail gas deliveries to Plant. DCP is adjusting the allowab attached letter. Fasken Oil and Ranch, Ltd. request per day during this time period.	ed operations. If the operation Abandonment Notices must be final inspection.) beginning May 15, 2013 the le rates for existing and notice the control of th	on results in a multiple completic be filed only after all requirement grough June 1, 2013 in order to sew wells with CO2 content gre	n or recomp s, including o stay below ater than 2	eletion in a new interval, reclamation, have been with the maximum acid gown and H2S content gr	a Form 3160-4 must be filed once completed and the operator has as injection rate at the Artesia reater than 1/4 grain. Please see
		ADUDE 7/8 Accepted for rea NMOCD	2/13 cord		RECEIVED
		ECT TO LIKE VAL BY STATE		SEE AT CONDITIO	TACHED FOR013 PENGE OF ARTESIA
14. I hereby certify that the foregoing is t Name (Printed/Typed) Kim Tyson	rue and correct.	Title Regulate	ory Analyst		
Signature Rum Yum		Date 05/15/20)13		
	THIS SPACE	FOR FEDERAL OR ST	ATE OF	FICEUSE	
Approved by Conditions of approval, if any are attached that the applicant holds lead or equitable tentitle the applicant to conduct operations Title 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or representations on page 2)	tle to those rights in the subject thereon.	a crime for any person knowingly a thin its jurisdiction.	d wi ll lyke	JUL - 2 2013	Date Lor agency of the United States any false EMENT CE
		r.*			



DCP Midstream

10 Desta Drive, Suite 400 West Midland, TX 79705

432-620-4000

May 8, 2013

TO ALL GAS PRODUCERS BEHIND ARTESIA PLANT:

RE:

ACID GAS CURTAILMENT NOTICE

April/May, 2013

Lea County, Eddy County New Mexico

Ladies and Gentlemen:

In order to stay below the maximum Acid Gas Injection rate at Artesia Plant, DCP Midstream, LPis adjusting the allowable rates for existing and new wells with CO₂content greater than 2% and H₂S content greater than ¼ grain.

Effective May 15, 2013, DCP will fully curtail gas takes for gas delivered through the attached list of meters through June 1, 2013. After that time, DCP will remove those wells from the curtailment list and replace it with a new group of similar wells that are also out of contract quality specifications for CO₂ and H₂S content. We will divide the full list of off specification acid gas producing wells into four groups. We have designed this rotation of groups to allow off quality wells to flow for 6out of every 8 weeks and also keep the total Acid Gas injection rate below the permissiblemaximum.

We need your cooperation to make these changes accurately. You must shut in your off quality wells during their respective curtailment turns. If you fail to limit deliveries, DCP will be forced to shut in various meters as necessary to limit your production into the system. As system conditions change between now and the next rotation, DCP may need to adjust the curtailment. To the extent that is necessary, but no more than twice per month, DCP will send you a revised notice with the new meter list to be curtailed.

DCP has worked hard to avoid curtailments of gas takes, as we know this places a considerable burden on your operations. We will continue to explore other options to increase the capacity to take offspecification gas.

Please contact Curt Alexander at (432) 620-5428 or me with any questions you may have.

Sincerely,

David Griesinger

Commercial Managing Director

(432) 620-4214

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

7/2/2013

Condition of Approval to Flare Gas

- 1. Report all volumes on OGOR reports.
- 2. Comply with NTL-4A requirements
- 3. Subject to like approval from NMOCD
- 4. Flared volumes will still require payment of royalties
- 5. 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. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5.
- 6. This approval does not authorize any additional surface disturbance.
- 7. Submit updated facility diagram as per Onshore Order #3.
- 8. Approval not to exceed 90 days for date of approval.
- 9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared.
- 10. If flaring is still required past 90 days submit new request for approval.
- 11. If a portable unit is used to flare gas it must be monitored at all times.
- 12. Comply with any restrictions or regulations when on State or Fee surface.

JDB722013