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UNITED STATES					
DEPARTMENT OF THE INTERIOR					
BUREAU OF LAND MANAGEMENT					

# **NMOCD** Artesia

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

5.	Lease Serial No.
	NMNM84B

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							
					<ul><li>6. If Indian, Allottee or Tribe Name</li><li>7. If Unit or CA/Agreement, Name and/or No.</li></ul>		
1. Type of Well					8. Well Name and No. WITT FEDERAL 30 1		
Oil Well Gas Well Ot					9. API Well No.		
2. Name of Operator Contact: ADDISON LONG FASKEN OIL AND RANCH, LTD. E-Mail: addisonl@forl.com					30-015-30547		
<ul> <li>3a. Address</li> <li>6101 HOLIDAY HILL ROAD MIDLAND, TX 79707</li> </ul>	3b. Phone No. (include area code) Ph: 432-687-1777			10. Field and Pool or Exploratory Area UNDESIGNATED			
4. Location of Well (Footage, Sec., 7	T., R., M., or Survey Description	n)			11. County or Parish, State		
Sec 30 T21S R26E SWNE 1650FNL 1650FEL					EDDY COUNTY, NM		
12. CHECK THE A	PPROPRIATE BOX(ES	TO INDICATE NA	TURE OI	F NOTICE, F	EPORT, OR OTI	HER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION						
	Acidize	Deepen		Productio	n (Start/Resume)	□ Water Shut-Off	
Notice of Intent	☐ Alter Casing	🗖 Hydraulic F	racturing	Reclamat		Well Integrity	
Subsequent Report	Casing Repair	□ New Construction		Recomplete		Other	
Final Abandonment Notice	Change Plans			Temporarily Abandon		Venting and/or Flar	
	Convert to Injection			□ Water Disposal		ng	
If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involve testing has been completed. Final A determined that the site is ready for Fasken Oil and Ranch, Ltd. re 6/7/17. We were notified from	rk will be performed or provid d operations. If the operation r bandonment Notices must be f final inspection. equests a flaring permit fo DCP that they are doing	e the Bond No. on file wit esults in a multiple comple- led only after all requirem or the above well star a tie-in and we will n	h BLM/BIA etion or reco ents, includi ting on We eed to be	. Required subs mpletion in a ne ing reclamation, ednesday shut in. We	equent reports must be w interval, a Form 316	e filed within 30 days 50-4 must be filed once	
would like to go ahead and re attached email.	quest a 45 day permit.	•					
	ARTESIA DISTRI	ATION SEI	E ATT	ACHED	FOR	·	
	JUL 19 201	7 CO	NDIT	IONS O	F APPROV	AL	
	RECEIVED	10 AB			1		
		•		$\cap$			
14. I hereby certify that the foregoing i	Electronic Submission #	IL AND RANCH, LTD.,	sent to th	ne Carlsbad			
Name (Printed/Typed) ADDISON	LONG	Title	REGUL	ATORY ANA			
Signature (Electronic	Submission)	Date	06/05/20				
					1111 9 10 00		

# THIS SPACE FOR FEDERAL OR STATE OFFICE USEJUL # B 2017 1 / //

Approved By	Title	BHREAU OF LANDWANAGEMEMPate						
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	CARLSBAD FILLY 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 \*\*

### Addison Long

From:Sheila SimmonsSent:Thursday, June 01, 2017 1:00 PMTo:Odie Roberts; Mark JacobsCc:Samantha Rodriguez; Addison LongSubject:FW: CR-8 Tiein -Fasken OilAttachments:Fasken Oil xlsx

From DCP regarding the Witt.

Thanks,

Sheila Simmons Fasken Oil and Ranch, Ltd. O: 432-687-1777 | C: 432-889-6699 | sheilas@forl.com

From: Ragsdale, Dena D [mailto:DDRagsdale@dcpmidstream.com]
Sent: Thursday, June 01, 2017 10:50 AM
To: Sheila Simmons <sheilas@forl.com>
Cc: Cupp, William <WCupp@dcpmidstream.com>; Mitchell, William W <WWMitchell@dcpmidstream.com>; Aguilar,
Steven M <SMAguilar@dcpmidstream.com>; Huynh, Steven V <SVHuynh@dcpmidstream.com>; Cary, Leland P
<LPCary@dcpmidstream.com>; Pudim, David A <DAPudim@dcpmidstream.com>; Nevils, Chris
<CNevils@dcpmidstream.com>
Subject: RE: CR-8 Tiein -Fasken Oil

Dear Producer,

We will be doing a tie in on the CR-8 Line on Thursday, June 8th, 2017.

We are asking that these leases be shut in on Wednesday, June 7<sup>th</sup>, 2017 before noon and we hope to have the work completed in one day and be able to come back online by **Friday** morning.

If you have any questions, please contact our Field Operators/Supervisor listed below. We will update you on the status of the work and let you know when you can bring the gas Back online.

Wacey Mitchell – Field Operator II Cell: 575-302-2234

Steven Aguilar – Field Operator III Cell: 575-513-9913

Bill Cupp- Field Supervisor Cell: 903-263-4814

Thank you

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## 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 <u>without incurring a</u> 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

- 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 QGOR "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>. <u>Report</u> <u>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.</u>
- 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.
  - i. 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).
  - 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; <u>https://www.ecfr.gov/cgi-</u>

bin/retrieveECFR?gp=1&SID=dbd49eda8cdc488870172ed096d47be9&ty=HTML&h=L&mc=true &n=sp43.2.3170.3179&r=SUBPART