Form 316-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS DEED FIELD KINNIN 7097 Do not use this form for proposals to drill or to re-entergand abandoned well. Use form 3160-3 (APD) for such proposals A Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 SCR431 8. Well Name and No. GULF FED COM 1C 1. Type of Well 🗖 Oil Well 🔼 Gas Well 🔲 Other Name of Operator FASKEN OIL & RANCH LIMITED Contact: ADDISON GUELKER API Well No. 30-015-24035-00-S1 E-Mail: addisong@forl.com 3b. Phone No. (include area code) Ph: 432-687-1777 10. Field and Pool or Exploratory Area 3a. Address 6101 HOLIDAY HILL ROAD **BURTON FLAT** MIDLAND, TX 79707 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State Sec 1 T21S R26E NENW Lot C 660FNL 1980FWL EDDY COUNTY, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION □ Acidize □ Production (Start/Resume) ■ Water Shut-Off Deepen Notice of Intent □ Alter Casing ☐ Hydraulic Fracturing □ Reclamation ■ Well Integrity ☐ Subsequent Report Casing Repair ■ New Construction ☐ Recomplete 50 Other Venting and/or Flari ☐ Final Abandonment Notice □ Change Plans □ Plug and Abandon ☐ Temporarily Abandon ng □ 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 starting November 29, 2018. Enterprise is shutting us in to fix some equipment at their Chaparral plant. They did not give us a time table of when we could go back on, so we would like to request 90 days. Well will be flaring 90 MCFPD. NM OIL CONSERVATION ARTESIA DISTRICT .DEC 1 2 2018 or record_{received} 14. I hereby certify that the foregoing is true and correct. Electronic Submission #445453 verified by the BLM Well Information System For FASKEN OIL & RANCH LIMITED, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 11/30/2018 (19PP0482SE) Name (Printed/Typed) ADDISON GUELKER Title **REGULATORY ANALYST** Signature (Electronic Submission) 11/28/2018 THIS SPACE FOR FEDERAL OR STATE OFFICE USE

¬Retroleum Engineer Carlsbad Field Office

DEC. 0 6 2018

Conditions of approval, if any, are attached. Approval of this notice does not warrand or certify that the applicant holds legal or equitable title to those rights in the subject leave which would entitle the applicant to conduct operations thereon.

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.

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission.
- 2. All flaring under this request is considered to be "avoidably lost" per 43 CFR 3179.4(a)(2)(i iii). Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "33".

Exceptions:

- a. The first 24 hours of a temporary emergency flare is considered "unavoidably lost" and is therefore royalty free (43 CFR 3179.103(a)). 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, 3179.101 3179.104.