

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

HOBBS OCD
JUN 08 2016
RECEIVED

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-129
Revised August 1, 2011
Submit one copy to appropriate
District Office

NFO Permit No. _____
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

A. Applicant Fasken Oil and Ranch Ltd.

whose address is 6101 Holiday Hill Road, Midland TX, 79707,
hereby requests an exception to Rule 19.15.18.12 for 7 days or until

June 20, Yr 2016, for the following described tank battery (or LACT):

Name of Lease Laguna "16" State Name of Pool Wildcat (Morrow)

Location of Battery: Unit Letter P Section 16 Township 20S Range 32E

Number of wells producing into battery 1

B. Based upon oil production of _____ barrels per day, the estimated * volume
of gas to be flared is _____ MCF; Value 200 MCF per day.

C. Name and location of nearest gas gathering facility:
Frontier Field Services

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: Frontier notified Fasken that they will be replacing a valve starting on June 14, 2016 through June 16, 2016. Fasken wants to go ahead and request a few extra days in case of unforeseen work that may occur. Please see attachment.

Laguna "16" State No. 1 API: 30-025-36437 ✓

OPERATOR
I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.
Signature *Addison Long*
Printed Name & Title Addison Long, Regulatory Analyst
E-mail Address addisonl@forl.com
Date 6/6/16 Telephone No. 432-687-1777

OIL CONSERVATION DIVISION
Approved Until 6/20/2016
By *Marys Brown*
Title _____
Date 6/8/2016



June 6, 2016

VIA FAX: 432-687-6311 and U.S. Mail

FASKEN OIL & RANCH LTD
Attn: Shella Payne
6101 HOLIDAY HILL ROAD
MIDLAND, TX 79707-1631

RE: Force Majeure Event
Maljamar System in Lea, Eddy, Chaves Counties

*re: Laguna
Fid 26*

Dear Producer:

Pursuant to the terms of your gas purchase contract(s) with Frontier Field Services, LLC ("Frontier"), this letter is to notify you of a Force Majeure event affecting Frontier's Maljamar System ("Maljamar").

Transwestern Pipeline (TWPL) has informed us that they will be replacing a 10" valve on June 15, 2016 that will require an isolation and blowdown of the Maljamar Lateral and complete shut down of the Maljamar Plant. Please take the necessary actions to shut in all of your delivery points no later than 12:00 p.m. MT on Tuesday, June 14, 2016 so we can blow down our facilities and be ready for TWPL to begin their work on the morning of June 15, 2016.

- Shutdown dates: June 14, 15, 16, 2016

Please be sure to physically block in the gas sales line and do not rely only on the pressure relief valve (Klmray). Feel free to coordinate these efforts with any of the Frontier representatives referenced below. TWPL anticipates having the valve replaced and the lateral purged and packed and back in service on the morning of June 16, 2016.

Frontier representatives will notify producers when we are ready to resume accepting gas from the delivery points. Frontier will also be performing maintenance during this time period and should the repairs and maintenance required take longer than anticipated, you will be notified accordingly.

| Name | Office Phone | Cell Phone | E-Mail Address |
|--------------|--------------|--------------|--------------------------|
| Ed McCasland | 575-676-3503 | 575-706-9671 | emccasland@akaenergy.com |
| Joe Calderon | 575-676-3506 | 575-361-0148 | jcalderon@akaenergy.com |

Please provide us with a company contact, phone number and e-mail address to facilitate the shut-in and reopening of the delivery points. Please do not return to normal production until you hear from a Frontier representative.

If you have any questions or concerns, you may contact me at 918.388.8420.

Sincerely,

Jeff Hull

Jeff Hull
Vice President of Gas Supply

Addison Long

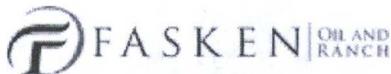
From: Odie Roberts
Sent: Monday, June 06, 2016 10:38 AM
To: Addison Long
Cc: Sheila Payne; Samantha Rodriguez; Mark Jacobs
Subject: FW: Frontier FM notice
Attachments: frontier fm 6-6-2016.pdf

Addison,

Frontier is shutting us in for a few days at the Laguna lease for some repairs. We will need flaring permits for the following wells for the 14th, 15th and 16th.

Laguna 1- 200mcfpd
Laguna 2H- 100 mcfpd
Laguna 9H- 480 mcfpd

Thanks,



Odie Roberts Jr.

Fasken Oil and Ranch, Ltd. | 6101 Holiday Hill Road | Midland Texas 79707-1631
odier@forl.com | O: 432-687-1777 | F: 432-687-1570 | M: 432-556-1454 | Sat: 877-424-0139

From: Sheila Payne
Sent: Monday, June 06, 2016 10:01 AM
To: Odie Roberts <odier@forl.com>; Mark Jacobs <markj@forl.com>; Lonnie Arnold <lonniea@forl.com>
Subject: Frontier FM notice

Please see the attached from Frontier.

Thanks,
Sheila



Sheila Payne | Marketing and Production Accounting Manager | sheilap@forl.com
Fasken Oil and Ranch, Ltd. | 6101 Holiday Hill Road | Midland Texas 79707-1631
P: 432-687-1777 | F: 432-687-6311 | C: 432-889-6699 | aim:Sheila Payne, yahoo: sheilapforl