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REVISED NOTICE

FILING COMPLETION REPORTS FOR FEDERAL WELLS AND EXTENSIONS OF TIME TO FILE INITIAL PRODUCTION TESTING AND TUBING DATA

JANUARY 25, 2021

This Revised Notice supersedes the Notice on the same topics issued on September 29, 2020.

FILING COMPLETION REPORTS FOR FEDERAL WELLS:

OCD announces the following process for filing completion reports for federal wells in order to accommodate BLM's recent revisions to its completion reporting process and to expedite OCD's approval of the authorization to transport oil and gas from a producing well (C-104).

OCD's rules at 19.15.7.36 NMAC require an operator to submit a BLM-approved Well Completion or Recompletion Report and Log (Form 3160-4) in conjunction with the request for authority to transport oil and gas (Form C-104). Recently, BLM replaced Form 3160-4 with a new online process. To accommodate this revision, OCD will conditionally approve Form C-104 pending receipt of the BLM-approved Completion Sundry and Report as described below.

- The Operator may file Forms C-105 (Completion Report) or C-103 (Completion Sundry) for review and approval with their Form C-104.
- The Operator shall file the BLM-approved Completion Sundry or Report with the OCD no later than 10 days after receipt of BLM approval.
- The Operator shall upload the BLM-approved Completion Sundry or Report to <u>OCD's Online system</u>.
- OCD will verify the BLM-approved Completion Sundry or Report against the Form C-105 and C-103, as applicable, and if accurate, will upload it into the well file.

OCD expects that operators who follow this process will obtain approval of their Form C-104s more expeditiously than the current process. Additionally, this process will negate the need for OCD to grant extensions of time to submit federal forms and will not request additional information in BLM's Form 3160-5.

EXTENSIONS OF TIME TO REPORT INITIAL PRODUCTION DATA AND TUBING INFORMATION

Operators must file initial production data and tubing information for a new well on Form C-104 or C-105. However, if the operator does not have this data on the filing date, OCD will conditionally approve a timely filed Form C-104 if the operator provides the initial production data and tubing information in the first production/first delivery sundry. To facilitate the Form C-104 review process, operators should submit all forms electronically. For more information regarding how to submit forms electronically, please see OCD's December 9, 2020 notice.