Dear Reporter:

Subject: Reporting requirements for reporting Flaring and Venting of oil-well gas and gas-well gas on the Oil and Gas Operations Report (OGOR), Form MMS-4054.

This letter notifies you of a change in OGOR reporting for flaring and venting of oil-well and gas-well gas on the OGOR-B. This reporting requirement will identify the flaring and venting volumes separately in order to validate the volumes reported on the OGOR with field records.

Beginning with the July, 2010 production month due September 15, 2010, onshore and offshore reporters must report as follows on the OGOR-B:

1. Flared oil-well gas using the disposition code 21.
2. Flared gas-well gas using the disposition code 22.
3. Vented oil-well gas using the new disposition code 61.
4. Vented gas-well gas using the new disposition code 62.

Onshore reporters are required to report the appropriate disposition code. The "Metering Point" field is optional.

Offshore reporters are required to report the appropriate disposition code. In addition, for facilities that process more than 2,000 BOPD (barrels of oil per day), enter the approved Facility/Measurement Point (FMP) number in the "Metering Point" field beginning with the July, 2010 production month. The offshore FMP numbers for facilities located in the Gulf of Mexico Region will be available after August 1, 2010, and can be obtained by using the Fast Facts "Facility/Measurement Points (FMP)" online query located at http://www.gomr.mms.gov/homepg/fastfacts/fastfacts.html. The offshore FMP numbers for facilities located in the Pacific Region will be mailed to you beginning August 1, 2010.

If you have questions regarding these reporting requirements, please contact your MRM company contact at 800-525-7922, and enter "1," plus the extension number of your company contact. If you have questions regarding the offshore FMP numbers, please contact Ms. Kathy Bell at 504-736-2838 for the Gulf of Mexico Region or Mr. Obediah Racicot at 805-389-7797 for the Pacific Region.

Sincerely,

Louise Williams
Manager, Production Accounting and Verification Services
Financial Management