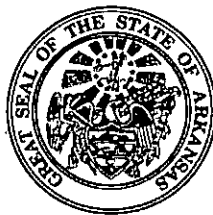


ARKANSAS OIL AND GAS COMMISSION

Director's Office:
301 Natural Resources Drive
Suite 102
Little Rock, AR 72205
Phone: (501) 683-5814
Fax: (501) 683-5818
<http://www.aogc.state.ar.us>

Asa Hutchinson
Governor



Lawrence Bengal
Director

El Dorado Regional Office:
2215 West Hillsboro
El Dorado, AR 71730
Phone: (870) 862-4965
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Fort Smith Regional Office:
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Fort Smith, AR 72903
Phone: (479) 646-6611
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October 25, 2018

The Honorable Mark Martin
Secretary of State
State Capitol Bldg. Room 026
Little Rock, AR 72204-1094

RE: Rules and Regulation Review Process

Dear Secretary Martin:

Enclosed, please find the repeal of General Rule, A1 Application of Rules, Regulations, and Orders; General Rule B-14 Surface Equipment; General Rule B-24 Chokes; General Rule B-39 Pre-Hearing Conference Required for Proposed Field-Wide Unitizations; General Rule C-3 Reservoir Surveys; General Rule C-4 Operators to Assist in Reservoir Surveys; General Rule C-8 Fluid Repressuring and Water Flooding of Oil & Gas Properties; General Rule C-9 Pressure Maintenance or Repressuring with Gas of Oil & Gas Properties; General Rule D-10 Gas-Oil Ratio Surveys and Reports; General Rule D-12 Gas Utilization; and General Rule F-1 General Order.

These rules have been repealed in accordance with Act 781 of 2017.

Should you have further questions, please feel free to contact our office at 501-683-5814.

Sincerely,

A handwritten signature in black ink, appearing to read "Shane Khoury".

shane.khoury@aogc.state.ar.us

Shane Khoury
Deputy Director/General Counsel

Enclosure

SK/sh

FILED
AR
OCT 25 PM 2:22
MARK MARTIN
SECRETARY OF STATE
STATE OF ARKANSAS

COMMISSION MEMBERS

Chad White, Chairman, Magnolia
W. Frank Morledge, Vice-Chairman, Forrest City
Mike Davis, Magnolia • William L. Dawkins, Jr., Fort Smith
Jerry Langley, Smackover • Chris Weiser, Magnolia
Jim Phillips, Smackover • George Carder, Searcy
Tim Smith, Fort Smith

An equal opportunity employer

RULE D-12: GAS UTILIZATION

~~After the expiration of seven (7) days from the time of encountering gas in a gas well, no gas from such well shall be permitted to escape, into the air, and all gas produced therefrom shall be utilized for the following purposes:~~

~~(A) No gas well gas shall be utilized except for:~~

-
- ~~(1) — Light or fuel.~~
 - ~~(2) — Efficient chemical manufacturing.~~
 - ~~(3) — Bona fide introduction of gas into oil, or gas bearing horizon, in order to maintain or increase the reservoir pressure or otherwise increase the ultimate recovery of oil or gas from such horizon.~~
 - ~~(4) — The extraction of natural gasoline therefrom when the residue is returned to the horizon from which it is produced.~~

~~(B) Casinghead gas may be used for any beneficial purpose.~~

~~(C) Any producer of gas may use the same as gas lift in the bona fide production of oil where such gas is not used in excess of ten thousand (10,000) cubic feet per barrel of oil produced; provided that in order to prevent waste in any case where the facts in such warrant it, the Commission may permit the use of additional quantities of gas to lift oil, provided all such gas so used in excess of ten thousand (10,000) cubic feet for each barrel of oil shall be processed for natural gasoline when same is reproduced.~~

(Source: 1992 rule book)