

H-3103-1 - FEES, RENTALS, AND ROYALTY

Format for Letter of Notification of Suspension of Production



IN REPLY REFER TO

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

3103 (Office Code)  
Serial No.

(Date)

Lessee  
Address

Dear \_\_\_\_\_:

We are in receipt of your request for a suspension of production for leases (Serial number) and (Serial number) and associated wells in accordance with 43 CFR 3103.4-2. Pursuant to current policy, your request is approved subject to the following conditions:

1. The suspension of production is effective October 1, 1994, and will end:
  - a. On the first day of the month in which production is resumed,
  - b. Sixty days after notification from this office that the price of oil has risen to a price that makes it economically feasible to resume production, or
  - c. May 31, 1996, whichever is sooner.
2. The leases and wells will be maintained in such a manner as to prevent any damage to natural resources (surface or subsurface).
3. Lease (Serial number) is in its extended term by production; therefore, tolling of the lease term will not be applicable.
4. Lease (Serial number) is in its primary term; therefore, tolling of the lease term will be applicable.

During the time that the suspension of production is in effect, you are still required to file Monthly Reports of Operation (Form MMS-3160) with the Minerals Management Service. Minimum royalty payments for both leases continue to be required during the period of this suspension of production. This office must be notified within 5 days of resuming production on the leases.

If you need additional information, please notify (Name) at (Telephone) in this office. Your cooperation in this matter is appreciated.

Sincerely,

Authorized Officer  
Field Office Operations

Distribution:  
MMS-DMD, M.S. 3110  
State Office Lease Adjudication  
SMA (if other than BLM)