Appendix I Disposition/Adjustment Codes

The product Disposition/Adjustment Code is a two-digit code indicating the means of product removal from the report entity. It is used on OGOR-B and -C.

Table I-1 Disposition/Adjustment Codes and Descriptions

- 2	Code	Disposition	Description	Products allowed	Volume column on OGOR-B	OGOR-B	Metering Point	Gas Plant	API (oil/ cond)	BTU (gas)	Adj on OGOR-C
	01	Due — lease/agreement and subject to royalty. It includes royalty-invalue, Indian royalty-in-kind, injected off-lease gas (unless royalty has been paid), flash gas, compensatory royalty, and net profit share (NPS) lease/agreement sales. It must be the volume determined at the approved point of royalty determination regardless of point of actual custody transfer.	OIL	OIL/ COND	YES+	YESOFF OPTIONAL ON	NO	YES	NO	NO	
			net profit share (NPS) lease/agreement sales. It must be the volume determined at the approved point of royalty determination regardless of point of actual custody transfer. Do not use disposition code 01 for gas subject to a direct sale	UNPROCESSED (WET) GAS, COALBED METHANE, FLASH GAS	GAS	YES+	YES—OFF OPTIONAL —ON	NO	NO	YES	NO
	03	Load Oil	Use this code when oil production is used directly as load oil (injected) on the lease/agreement without first being produced into a facility or when oil production is removed from inventory for load oil purposes. Use this code when both on- and off-lease/agreement oil production used as load oil must be considered in adjusting inventory balances.	OIL/COND	OIL/COND	YES+	NO	NO	NO	NO	YES
Mir	<mark>04</mark>	Sales — Royalty Due — NOT	Due — NOT MEASURED 1. Any sales of non-Royalty Relief oil and gas test production; 2. Production that is moved off the lease/agreement boundaries (approval required (BSEE or BLM) to aid in	OIL/COND	OIL/COND	YES+	NO	NO	YES	NO	YES
Minerals Production Reporter Handbook		MEASURED		UNPROCESSED (WET) GAS, COALBED METHANE	GAS	YES+	NO	NO	NO	YES	NO

Table I-1 Disposition/Adjustment Codes and Descriptions (cont.)

Minera ONRR	Code	Disposition	Description	Products allowed	Volume column on OGOR-B	OGOR-B	Metering Point	Gas Plant	API (oil/ cond)	BTU (gas)	Adj on OGOR-C
Minerals Production ONRR Release 2.0	05	Sales — Royalty Not Due, Recovered Injection —	Use this code only when volumes previously injected from off- lease/agreement sources are recovered and sold without royalty due; e.g., diesel (purchased off-lease/agreement) used	OIL/COND	OIL/COND	YES+	YES—OFF OPTIONAL —ON	NO	NO	NO	YES [⇔]
ction Reporter Handbook 2.0 ♦ 09/15/2014		MEASURED	to clean a well or off-lease gas that was previously measured for royalty purposes immediately prior to injection.	UNPROCESSED (WET) GAS, COALBED METHANE, CARBON DIOXIDE, NITROGEN, HELIUM	GAS	YES+	YES—OFF OPTIONAL —ON	NO	NO	NO	NO
indbook 014	06	Sales — Non-Hydrocarbon Gas	Use this code when non-hydrocarbon gas production is sold directly from a lease/agreement for both measured and non-measured volumes.	CARBON DIOXIDE, NITROGEN, HELIUM	GAS	YES+	OPTIONAL	NO	NO	NO	NO
	07	Condensate Sales — Royalty Due — MEASURED	Use this code when liquid hydrocarbons (normally exceeding 40 degrees of API gravity) are recovered at the surface without resorting to processing. Condensate is the mixture of liquid hydrocarbons that results from condensation of petroleum hydrocarbons existing initially in a gaseous phase in an underground reservoir. It must be the volume determined at the approved point of royalty determination, regardless of where actual custody of product changes.	CONDENSATE	OIL/COND	YES+	YES—OFF OPTIONAL —ON	NO	YES	NO	NO
	08*	Lost —Avoidable — Royalty Due lease/agreement that was spilled or lost and BLM or BSEE determined this loss was avoidable. Also use this code to report any liquid hydrocarbons that we	and/or Obe this code to report on and gas production hative to	OIL/COND	OIL/COND	YES+	NO	NO	YES	NO	YES ^{<>}
			determined this loss was avoidable. Also use this code to report any liquid hydrocarbons that were burned without approval or deemed by BSEE to be avoidably	OIL/COND	GAS	YES+	NO	NO	NO	YES	NO
	09	Sales — Royalty Not Due — MEASURED	Use this code to report that portion of sales upon which royalty is not due. This includes: 1. Volumes identified by BSEE or BLM to be considered sold	OIL/COND	OIL/COND	YES+	YES—OFF OPTIONAL —ON	NO	YES	NO	YES [⇔]
I-3		properties approved for Deepwater Roya Shallow Water Deep Gas Royalty Relief 2. Compensatory royalty production; 3. Line-fill purchased and returned to the le not injected into wellbore (i.e., only in the	3. Line-fill purchased and returned to the lease/agreement but not injected into wellbore (i.e., only in the line for the purpose of establishing pressure for production to flow) yet measured	UNPROCESSED (WET) GAS, CARBON DIOXIDE, NITROGEN, HELIUM	GAS	YES+	YES—OFF OPTIONAL —ON	NO	NO	YES	NO

Key ON = ONSHORE OFF = OFFSHORE COND = CONDENSATE +Volume must be positive. +Volume must be positive.
Volume must be negative.

+Volume can be either positive or negative.

*New Disposition Code or revised description 4

Table I-1 Disposition/Adjustment Codes and Descriptions (cont.)

Code	Disposition	Description	Products allowed	Volume column on OGOR-B	OGOR-B	Metering Point	Gas Plant	API (oil/ cond)	BTU (gas)	Adj on OGOR-C
10	Produced into Inventory Prior to Sales	produced into a facility that maintains inventories used in calculating production prior to sales.	CARBON DIOXIDE	OIL/COND	YES+	NO	NO	NO	NO	NO
			OIL/COND	NA	YES+	NO	NO	NO	NO	NO
11	Transferred to Facility	Use this code when production is transferred to a separation facility or plant facility for processing. This includes gas subject	OIL/COND	OIL/COND	NO	NO	NO	NO	NO	YES
		to a direct sale under a Percentage of Proceeds (POP) contract. You should also use this code when gas production is transferred to a separation facility where liquids are extracted from the gas stream and the operator receives an allocation for drip/retrograde condensate.	UNPROCESSED (WET) GAS, COALBED METHANE	GAS	YES+	YES—OFF OPTIONAL —ON	YES	NO	YES	NO
12	Transferred to Facility — Returned to L/A	Use this code to report gas transferred to a gas plant when the residue is returned to the originating lease/agreement and no royalties have been paid. Must be used in conjunction with Disposition Code 13.		GAS	YES+	YES—OFF OPTIONAL —ON	YES	NO	YES	NO
13	Facility returned to the lease/agreement for disposal (e.g., retrograde, fuel use). Volume must be negative or If residue, you must report in conjunction with Disp Code 12. If pipeline condensate, you must report with Disposation 16.	Use this code when products are received from a facility and returned to the lease/agreement for disposal (e.g., injection, retrograde, fuel use). Volume must be negative on OGOR-B. If residue, you must report in conjunction with Disposition	OIL/COND, RETROGRADE, PIPELINE DRIP, OR SCRUBBER CONDENSATE	OIL/COND	YES<>	NO	NO	NO	NO	YES+
		If pipeline condensate, you must report with Disposition Code	PROCESSED (RESIDUE) GAS	GAS	YES<>	NO	NO	NO	NO	NO
14	Injected on L/A	Use this code when production native to the lease/agreement is injected within the lease/agreement boundary (e.g., gas used	OIL/COND FORMATION	OIL/COND	YES+	NO	NO	NO	NO	YES<>
		Do not use this code to report a product that was purchased off- lease and is royalty free as those injection volumes should be reported only on OGOR-A.	UNPROCESSED (WET) GAS, COALBED METHANE, CARBON DIOXIDE, NITROGEN, HELIUM FORMATION	GAS	YES+	NO	NO	NO	NO	NO
			WATER- FORMATION	WATER	YES+	NO	NO	NO	NO	NO

Key ON = ONSHORE OFF = OFFSHORE COND = CONDENSATE
 +Volume must be positive.

 ±Volume can be either positive or negative.

 *New Disposition Code or revised description

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Table I-1 Disposition/Adjustment Codes and Descriptions (cont.)

Code	Disposition	Description	Products allowed	Volume column on OGOR-B	OGOR-B	Metering Point	Gas Plant	API (oil/ cond)	BTU (gas)	Adj on OGOR-C
15*	Sales – Buy-Back – Measured – Royalty Not Due	production) which was intended for use on lease/agreement,	OIL/COND (NOT NATIVE)	OIL/COND	YES+	YES—OFF OPTIONAL —ON	NO	YES	NO	NO
		Sales Meter. The combined total of Disposition Codes 15 and 26 must equal Disposition Code 25. Volume must be positive.	PROCESSED (RESIDUE) GAS (NOT NATIVE)	GAS	YES+	YES—OFF OPTIONAL —ON		NO	YES	NO
16	Pipeline Drip/ Retrograde Scrubber Production	Use this code to report liquid hydrocarbon volumes recovered from wet gas deliveries at a facility located upstream of a gas plant; provided that the lessee (1) has retained processing rights and (2) for offshore, has agreed to participate in the approved pipeline condensate allocation. Always report this code with a corresponding Disposition Code 13.	RETROGRADE OR PIPELINE DRIP CONDENSATE (Not gas plant scrubber.)	OIL/COND	YES+	YES—OFF OPTIONAL —ON	NO	YES	Ю	YES<>
17	Water Injected/ Transferred Off – L/A	Use this code only for produced water that is transferred or injected off-lease before disposal.	WATER- FORMATION	WATER	YES+	NO	NO	NO	NO	NO
20*	Used on L/A – Native Production Only	has been used on or for the benefit of the lease/agreement with	FUEL OIL	OIL/COND	YES+	NO	NO	NO	NO	YES<>
			FUEL GAS	GAS	YES+	NO	NO	NO	NO	NO
21*	Flared Oil-Well Gas	Use this code to report flared casinghead gas from an oil well.	UNPROCESSED (WET) GAS	GAS	YES+	OFF - FMP starting with "50" or blank "Over 2000 BOPD BSEE must assign a Flare/Vent FMP	NO	NO	NO	NO
22*	Flared Gas-Well Gas	Use this code to report flared gas from a gas well.	UNPROCESSED (WET) GAS	GAS	YES+	OFF - FMP starting with "50" or blank "Over 2000 BOPD BSEE must assign a Flare/Vent FMP	NO	NO	NO	NO

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 +Volume must be positive.

 ±Volume can be either positive or negative.

 *New Disposition Code or revised description

	Code	Disposition	Description	Products allowed	Volume column on OGOR-B	OGOR-B	Metering Point	Gas Plant	API (oil/ cond)	BTU (gas)	Adj on OGOR-C
	23*	Spilled and/or Lost –	Use this code to report oil or gas production native to a lease/agreement that was unavoidably spilled or lost and	OIL/COND	OIL/COND	YES+	NO	NO	NO	NO	YES<>
		Unavoidable – Royalty Not Due	considered by BLM or BSEE to be not recoverable and, therefore, not subject to royalty.	UNPROCESSED (WET) GAS	GAS	YES+	NO	NO	NO	NO	NO
			You should also use this code to report condensate that was	WATER- FORMATION	WATER	YES+	NO	NO	NO	NO	NO
L	24	Theft	from the lease/agreement.	OIL/COND	OIL/COND	YES+	NO	NO	NO	NO	YES<>
				UNPROCESSED (WET) GAS, CARBON DIOXIDE, NITROGEN, HELIUM	GAS	YES+	NO	NO	NO	NO	NO
	25*	Buy-Back	Use this code to report the entire Buy-Back oil/gas* volume purchased off lease/agreement for lease/agreement use. If you	OIL/COND	OIL/COND	YES<>	NO	NO	NO	NO	NO
		Purchased for L/A Use	purchased on lease/agreement for lease/agreement use. If you purchase more Buy-Back than you use on the lease/agreement, use Disposition Code 15 for gas sent back through the Sales Meter. Combined total of Disposition Codes 15 & 26 must equal Disposition Code 25. Volume must be negative. * Oil and Gas must be reported on separate lines.	UNPROCESSED (WET) GAS	GAS	YES<>	NO	NO	NO	NO	NO
	26*	Buy-Back —	Use this code to report the portion of Buy-Back oil/gas volume	OIL/COND	OIL/COND	YES+	NO	NO	NO	NO	NO
		Used on L/A	actually used on or for the benefit of the lease/agreement. Must use in conjunction with Disposition Code 25. Volume must be positive.	UNPROCESSED (WET) GAS	GAS	YES+	NO	NO	NO	NO	NO
	27	Water Disposal —Other than Injected / Transferred	Use this code to report both onshore and offshore produced water disposed of other than by injection and/or transferred off-lease/agreement (e.g., treated/disposed of overboard, trucked off, lined or unlined surface pit). See Disposition Code 17 for injected and/or transferred off-lease before disposal.	WATER- FORMATION	WATER	YES+	NO	NO	NO	NO	NO
	28	Evaporation/ Shrinkage	Use this code to report production that is stored and volume is lost through evaporation/shrinkage. This does not apply to gas transferred to a gas plant for processing.	OIL/COND	OIL/COND	NO	NO	NO	NO	NO	YES<>

Key ON = ONSHORE OFF = OFFSHORE COND = CONDENSATE
 +Volume must be positive.

 ±Volume can be either positive or negative.

 *New Disposition Code or revised description

NOTE Even though metering points are optional for onshore reporters, ONRR encourages all reporters to use a unique number to identify a measurement point; e.g., serial number, location, etc.

Appendix I Disposition/Adjustment Codes

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Table I-1 Disposition/Adjustment Codes and Descriptions (cont.)

Co	de Disposition	Description	Products allowed	Volume column on OGOR-B	OGOR-B	Metering Point	Gas Plant	API (oil/ cond)	BTU (gas)	Adj on OGOR-C
2	Waste Oil/Slop Oil	Use this code to report oil identified as waste oil or slop oil (diamondoids, compressor lubricating oil, etc.) by the BSEE regional office and is then disposed.	OTHER LIQUID HYDROCARBON S (PIT, SKIM, WASTE OR SLOP OIL)	OIL/COND	YES+	NO	NO	YES	NO	YES<>
3	2 Water Draw-Off	Use this code to report produced water or sediment (BS&W) buildup that is removed from storage facilities.	OIL/COND	OIL/COND	NO	NO	NO	NO	NO	YES<>
4	Differences/ Adjustments	Use this code to account for differences and/or adjustments for the following reasons:	OIL/COND	OIL/COND	YES <u>+</u>	NO	NO	NO	NO	YES <u>+</u>
	rejustification	 Product is gained or lost from a gathering system (e.g., pipeline pigging for a gain or pipeline fill for a loss); Rounding differences (small volumes only); Well production is reported as meter readings and the meter readings differ from actual production; Well production is reported as an estimate that is based on well tests; and/or Additional gas volumes allocated back to the lease (i.e., flash gas allocated). Volume can be positive or negative. 	UNPROCESSED (WET) GAS, COALBED METHANE, NITROGEN, HELIUM, FLASH GAS, CARBON DIOXIDE	GAS	YES±	NO	NO	NO	NO	NO YES
43	* Sales – Royalty	Used to report any sold Royalty Relief oil and gas volumes for	OIL/COND	OIL/COND	YES+	NO	NO	YES	NO	YES<>
43	Not Due – FMP Not Assigned	which no FMP has been assigned; i.e., test production volumes which do not have an FMP assigned yet. Volume must be Negative when used on OGOR-C as an Adjustment Code.	UNPROCESSED (WET) GAS	GAS	YES+	NO	NO	NO	YES	NO
4	Adjustment of Inventories for Original L/A (Change in L/A Report Entity)	Use this code to adjust inventories for the originating lease/agreement when all or part of an existing inventory for oil/condensate is transferred from one lease/agreement to another lease/agreement because of a change in report entity only. The volume must be negative. Report the lease/agreement number receiving the inventory in the Comments field. If all inventories are transferred, the ending inventory should equal zero.	OIL/COND	OIL/COND	NO	NO	NO	NO	NO	YES
4	Adjustment of Inventories for Original Operator (Operator Change)	Use this code to adjust inventories for the originating operator when all or part of an existing inventory for oil/condensate is transferred to another operator because of a change in operator only. The volume must be negative. Report the name or ONRR operator number of the operator receiving the inventory in the Comments field. If all inventories are transferred, the Ending Inventory should equal zero.	OIL/COND	OIL/COND	NO	NO	NO	NO	NO	YES [⇔]

Key ON = ONSHORE OFF = OFFSHORE COND = CONDENSATE
 +Volume must be positive.
 ±Volume can be either positive or negative.
 *New Disposition Code or revised description

NOTE Even though metering points are optional for onshore reporters, ONRR encourages all reporters to use a unique number to identify a measurement point; e.g., serial number, location, etc.

Table I-1 Disposition/Adjustment Codes and Descriptions (cont.)

Code	Disposition	Description	Products allowed	Volume column on OGOR-B	OGOR-B	Metering Point	Gas Plant	API (oil/ cond)	BTU (gas)	Adj on OGOR-C
46	Adjustment of Inventories for Receiving L/A (Change in L/A Report Entity)	Use this code to adjust inventories for the receiving lease/agreement when all or part of an existing inventory for oil/condensate has been received from another lease/agreement because of a change in report entity. The volume must be positive. Report the originating lease/agreement number transferring the inventory in the Comments field. Beginning Inventory should equal zero unless there is previously reported inventory to be reported.	OIL/COND	OIL/COND	NO	NO	NO	NO	NO	YES+
47	Adjustment of Inventories for Receiving Operator (Operator Change)	Use this code to adjust inventories for the receiving operator when all or part of an existing inventory for oil/condensate has been received from another operator because of a change in operator. The volume reported must be positive. Report the name or ONRR operator number of the originating operator transferring the inventory in the Comments field. Beginning Inventory should equal zero unless there is previously reported inventory to be reported.	OIL/COND	OIL/COND	NO	NO	NO	NO	NO	YES+
49	Adjustment of Inventories— Lease Terminated	Use this code to adjust inventories for the originating lease when there is existing inventory at the time the lease is terminated/expired/relinquished. The volume must be negative. The Ending Inventory should equal zero.	OIL/COND	OIL/COND	NO	NO	NO	NO	NO	YES
<mark>51</mark>	"OTHER" ONLY used for 3160	DO NOT USE unless doing a Modify Report for a previously submitted MMS-3160 – Valid only for Delete Line. This code	OIL/COND	OIL/COND	YES <u>+</u>	NO	NO	NO	NO	YES <u>+</u>
	conversion to the OGOR format	was created for ONRR's conversion of accepted Forms MMS-3160 into the new OGOR format. This code can only be	UNPROCESSED (WET) GAS	GAS	YES <u>+</u>	NO	NO	NO	NO	NO
		reported with a D (delete) action code. This cannot be an A (add) line. Operator must report the correct code(s) on the	WATER- FORMATION	WATER	YES <u>+</u>	NO	NO	NO	NO	NO

Table I-1 Disposition/Adjustment Codes and Descriptions (cont.)

Minera ONRR	Code	Disposition	Description	Products allowed	Volume column on OGOR-B	OGOR-B	Metering Point	Gas Plant	API (oil/ cond)	BTU (gas)	Adj on OGOR-C
Minerals Production Reporter ONRR Release 2.0 ♦ 09/1	<mark>61*</mark>	Vented Oil-Well Gas	Use this code to report vented casing head gas from an oil well.	UNPROCESSED (WET) GAS	GAS	YES+	OFF — FMP starting with "50" or blank "Over 2000 BOPD BSEE must assign a Flare/Vent FMP	NO	NO	NO	NO
Reporter Handbook O9/15/2014	<mark>62*</mark>	Vented Gas— Well Gas	Use this code to report vented gas from a gas well.	UNPROCESSED (WET) GAS	GAS	YES+	FMP starting with "50" or blank "Over 2000 BOPD BSEE must assign a Flare/Vent FMP	NO	NO	NO	NO