(March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR HODDS BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 201

(Instructions on page 2)

5. Lease Serial No. NM 32636

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on page 2				6. If Indian, Allottee or Tribe Name				
SUBMI	7. If Unit of CA/Agreement, Name and/or No.							
1. Type of Well Gas W		APR 02	, 2014	TELEDYNE 12 FEDE 8. Well Name and No.	1 ·			
2. Name of Operator VANGUARD PERMIAN LLC		• /	IVED	9. API Well No. 30-015-339	30			
3a. Address 3b. Phone No. (include area code) P O BOX 1570 281.HIGHWAY 248 575-393-2727				10. Field and Pool or Exploratory Area EAST HERRADURA BEND DELAWARE				
4. Location of Well (Footage, Sec., T., UNIT M SEC 12 T23S R28E 990/S & 990	R.,M., or Survey Description) NN		<i>3</i> **	11County or Parish, St LEA COUNTY NEW				
12. CHEC	K THE APPROPRIATE BOX(E	S) TO INDICATE NATURE	OF NOTIC	E, REPORT OR OTHE	R DATA	,		
TYPE OF SUBMISSION	TYPE OF SUBMISSION TYPE OF AC				TION			
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Reclar	ction (Start/Resume) nation	Water.Shut-Off Well.Integrity Other CHANGE OF			
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	Recor	nplete brarily Abandon	OPERATOR			
Final Abandonment Notice	Convert to Injection	Plug Back		Disposal ,				
Attach the Bond under which the v following completion of the involv testing has been completed. Final determined that the site is ready for THIS IS NOTIFICATION THAT VAN LLC PER NTL89, VANGUARD PERMIAI OPERATIONS CONDUCTED ON T BOND COVERAGE: BLM BOND NO CHANGE OF OPERATOR EFFECT FORMER OPERATOR: RANGE OF ACQUIRING OPERATOR: VANGUARD	ed operations. If the operation re Abandonment Notices must be fill final inspection.) IGUARD PERMIAN LLC HAS N LLC ACCEPTS ALL APPLIC HE LEASE LAND OR PORTICO: NMBOOO811 & NMNM000 IVE: 4-1-13 (PER OCD SIGNAPERATING NEW MEXICO LLC)	sults in a multiple completion after all requirement ACQUIRED THE ABOVE CABLE TERMS, CONDITION THEREOF. 761 ATURE APPROVAL) C (ORGID #227588)	n or recomples, including r	ection in a new interval, ecclamation, have been dependently FROM RANGULATON AND RESTR	a Form 3160-4 must to completed and the operating NE RICTONS CONCER APR 0 7 2014	e filed once crator has		
· · · · · · · · · · · · · · · · · · ·	SUBJECT TO LI APPROVAL BY ST	TATE	C	SEE ATTA ONDITIONS (CHED FOR OF APPROV	'AL		
14. I hereby certify that the foregoing is to	ue and correct. Name (Printed/Type:,	ped)			i			
GAYE HEARD	· · · · · · · · · · · · · · · · · · ·	Title AGENT		÷				
Signature / Suge He	and	Date 01/28/20						
	THIS SPACE FO	R FEDERAL OR STA	ATE OFF	INFUSED OVE	n l			
Approved by Conditions of approval, if any are attached hat the applicant holds legal or equitable the title the applicant to conduct operations. Title 18 U.S.C. Section 1001 and Title 43	itle to those rights in the subject lear thereon	se which would Office	nd willfully ig	MAR 2 6 2014		d States any false,		
fictitious or fraudulent statements or repre	sentations as to any matter within it	ts jurisdiction.	- DOIN	CARLSBAD FIELD OF	FICE			

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Effective 4/1/2013 Bond NMB000811 and NMB000761

3/26/2014 Approved subject to Conditions of Approval. JDB Change of Operator Conditions of Approval

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. Submit for approval of water disposal method.
- 3. Submit updated facility diagrams as per Onshore Order #3
- 4. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 5. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 6. Install legible well sign on location with operator name, well name and number, lease number, unit number, 1/4 1/4, section, township, and range. NMOCD requires the API number on well signs.
- 7. Subject to like approval by NMOCD.
- 8. All Reporting to ONRR (OGOR Reports) must be brought current within 30 days of this approval including any past history.
- 9. If this well is incapable of producing in paying quantities submit NOI to plug and abandon this well or obtain approval to do otherwise within 90 days.
- 10. If not in place acquire operating rights on this lease within 30 days with BLM office in Santa Fe, NM.