Artesia

Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

	OMB No. 1004-0137 (pires: January 31, 201
5. Lease Serial No.	07475

		6. If Indian, Allottee or Tribe Name				
SUBMIT IN TRIPLICATE - Other instructions on page 2			7. If Unit of CA/Agreement, Name and/or No.			
1, Type of Well			- NM-101375			
Oil Well Gas Well Other				8. Well Name and No. RIVERSIDE ASS STATE COM 1		
2. Name of Operator Vanguard Oper	ating, LLC			9. API Well No.	001530563	
3a. Address 5847 San Felipe, Suite 3000 3b. Phone No. (include area code)			10. Field and Pool or Exploratory Area			
Houston, Texas 77057 (832) 377-2243			HART DRAW; ATOKA			
4. Location of Well (Footage, Sec., T.R.Af., or Survey Description)				11. Country or Parish, State		
1650 FSL 660 FEL; I-08-17S-27E				EDDY, NM		
12. CHE	CK THE APPROPRIATE BO	DX(ES) TO INDICATE NATURI	E OF NOTIO	CE, REPORT OR OTHE	R DATA	<u></u>
TYPE OF SUBMISSION		TY	PE OF ACT	ION	-	
Notice of Intent	Acidize	Deepen	Produ	iction (Start/Resume)	Water Shut-Off	
Motice of Intent	Alter Casing	Hydraulic Fracturing	Recla	mation	Well Integrity	
✓ Subsequent Report	Casing Repair	New Construction	Reco	mplete	✓ Other	
Subsequent Report	Change Plans	Plug and Abandon	Тетр	orarily Abandon	_ .	
Final Abandonment Notice	Convert to Injection	Plug Back	Water	Disposal		
is ready for final inspection.)						•
This is notification of Change of Operator on the above referenced well. Vanguard Operating, LLC, as new operator, accepts all applicable terms, conditions, stipulations restrictions concerning operations conducted on this lease or portion of lease described.			ARTESIA DISTRICT			
Bond Coverage: BLM Bond Fi Bond Coverage Carlsbad Field Change of Operator Effective:	ile No. NMB000797, Surety I Office: BLM Bond File N October 5, 2015	Bond No. B006616		79	MAY 09	
Former Operator: LRE Operat	ing, LLC		4	i Banana a sanana a	RECEIV	'ED
•				SEE ATTA	CHED FOR	
Accaste	Si for record		CON	DITIONS (NG ADDDA	MAI
Nis	1000AB		OOIV	CHOILIG	JI HFFNU	VAL
	1 for record 1000/13 5/25/16					t
4. I hereby certify that the foregoing is Britt Pence	true and correct. Name (Prin	Executive	Vice Presi	dent, Operations		
GART GIOS		Title				
Signature	M	Date 10	, 5.7	015		
	THE SPACE	FOR FEDERAL OR ST	ATE OF	CE USE		
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Approved by

PETROLEUM ENGINEER Title

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Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

ROSWELL FIELD OFFICE

Title 18 U.S.C Section 1001 and Title 43 U.S.C Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Office

Vanguard Operating, LLC 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.
- 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. Submit plan for approval of well operations for all TA/SI wells within 30 days of this approval to change operator.
- 11. If not in place acquire operating rights on this lease within 30 days with BLM office in Santa Fe, NM.