Form 3160-5 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR *** **BUREAU OF LAND MANAGEMENT**

NMOCD

FORM APPROVED OMB No. 1004-0137

Expites: October 31, 2014

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an

5. Lease Serial No. NMNM14120 6. If Indian, Allottee or Tribe Name

| abandoned well. Use Form 3160-3 (APD) for such proposals. | | | als. | | |
|--|---|----------------------------|---|--|--|
| SUBMIT IN TRIPLICATE – Other instructions on page 2. | | | 7. If Unit of CA/Agr | cement, Name and/or No. | |
| 1. Type of Well | | | | · | |
| Oil Well Gas Well Other | | | 8. Well Name and N Bo Federal #1 | 0. | |
| 2. Name of Operator REMNANT OIL OPERATING, LLC | | | 9. API Well No. 30-005-61042 | | |
| 3a. Address 3b. Phone No. (include area code) | | | | 10. Field and Pool or Exploratory Area | |
| PO BOX 5375 | | 432-242-4965 | · | Pecos Slope; ABO (Gas) | |
| 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) | | | I | 11. County or Parish, State | |
| 1980' FNL & 660' FEL, Unit Letter H, Sec. 23, T-9-S, R-25-E | | | Chaves Co., NM | | |
| · L2. CHEC | CK THE APPROPRIATE BOX(ES | S) TO INDICATE NATUI | RE OF NOTICE, REPORT OR OT | IER DATA | |
| TYPE OF SUBMISSION | | . Т | YPE OF ACTION | | |
| Notice of Intent | Acidize | Deepen | Production (Start/Resume) | Water Shut-Off | |
| | Alter Casing | Fracture Treat | Reclamation | Well Integrity | |
| ✓ Subsequent Report | Casing Repair | New Construction | Recomplete | Other CHANGE OF | |
| | Change Plans | Plug and Abandon | Temporarily Abandon | OPERATOR | |
| Final Abandonment Notice | Convert to Injection | Plug Back | Water Disposal | rk and approximate duration thereof. If | |
| testing has been completed. Final determined that the site is ready for Effective 06/01/2016 Legacy Re. The undersigned accepts all appas described above. Remnant Oil Operating, LLC bor | r final inspection) serves Operating LP transferred blicable terms, conditions, stipul and coverage pursuant to 43 CFF | d operations to Remnan | es is provided by BLM Bond No. Win Books 7 | se land or portion thereof, | |
| 4. I hereby certify that the foregoing is t | rue and correct. Name (Printed/Type | ed) | | -# | |
| Everett W. Gray | | Title Chief E | xecutive, Officer | | |
| Signature Zw. Den | ,II | Date 05/17/2 | | WHIZ / | |
| | THIS SPACE FOR | FEDERAL OR ST | TATE OFFICE USE | Age Mills | |
| Approved by | | Title | | | |
| Conditions of approval, if any, are attached nat the applicant holds tegal or equitable to mittle the applicant to conduct operations | itle to those rights in the subject lease | arrant or certify | Rosifle | OFFICE | |
| Fitle 18 U.S.C. Section 1001 and Title 43 | U.S.C. Section 1212, make it a crime sentations as to any matter within its | for any person knowingly a | and willfully to make to any departme | nt or agency of the United States any false, | |

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 575-627-0272

Change of Operator of Wells on Federal Lands 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 Bob Hoskinson at (575) 627-0218 for inspection and to resolve environmental issues.
- 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 the New Mexico State BLM office in Santa Fe. NM.