



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Tres Rios Field Office
Lands and Minerals
15 Burnett Court
Durango, Colorado 81301



In Reply Refer To:
3160 (LLCOSO1000)

Elk San Juan, LLC
P.O. Box 210
Midland, Texas 79702

SEP 09 2013

Re: Change of Operator Sundry for Southern Union 1, Ute Indian A 10, Ute Indian 2, Ute Indian D 10, and Ute Indian E 1

RCVD SEP 11 '13
OIL CONS. DIV.
DIST. 3

Dear Operator:

The Bureau of Land Management (BLM) is returning the Change of Operator sundry received on December 7, 2012 unapproved. The sundry was for five wells (listed above) currently under William M Gallaway Oil and Gas LLC (Gallaway) as the operator in BLM records. The sundry indicated that the new operator of these wells would be Elk San Juan, LLC (Elk San Juan), which is wholly owned by Stanolind Oil and Gas, LP (Stanolind). Since the five wells affected by this sundry are developing Ute Mountain Ute Tribal minerals, an assignment approved by the Tribe must be received by the BLM prior to BLM approval. An assignment was approved by the Ute Mountain Ute Tribe for a transfer of record title from Gallaway to Stanolind, but the assignment did not include Elk San Juan. In order to process a Change of Operator sundry for the five subject wells from Gallaway to Elk San Juan, an Assignment of Operating Rights from Stanolind to Elk San Juan needs to be filed with the BIA as well as a new change of operator sundry filed with the BLM by Elk San Juan. Alternatively, a change of operator sundry indicating that Stanolind will be the new operator rather than Elk San Juan should be filed with the BLM by Stanolind. If you have any further questions, please contact Barbara Telecky at 970-385-1365.

Sincerely,

/s/ JOHN L PECOR

John L. Pecor
Acting Minerals Staff Chief

Attachments: Change of Operator sundry for Southern Union 1, Ute Indian A 10, Ute Indian 2, Ute Indian D 10, and Ute Indian E 1

Cc: BIA, Ute Mountain Ute Agency
Ute Mountain Ute Energy Department
NMOCD

*Operator will contact MR. Pecor
And do NAME change
Per Tammy Kennedy 11-5-2013*

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

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 reverse side.

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
Elk San Juan, LLC

3a. Address
310 W. Wall, Suite 1000, Midland, TX 79701-5122

3b. Phone No. (include area code)
(432)6400033

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
See attached list

5. Lease Serial No.

See attached list

6. If Indian, Allottee or Tribe Name

Ute Mountain Ute

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

See attached list

9. API Well No.

See attached list

10. Field and Pool, or Exploratory Area

Verde Gallup

11. County or Parish, State

San Juan, New Mexico

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- ☐ Notice of Intent
☒ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

- | | | | |
|---|---|--|---|
| <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other Change of Operator |
| <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Change of operator from William M Gallaway Oil and Gas LLC to Elk San Juan, LLC wholly owned by Stanolind Oil and Gas, LP. Effective date July 9, 2012. Elk San Juan has a BIA collective bond for the Ute Mountain Reservation. The bond number is B001404 in the amount of \$75,000.

See attached list of wells.

Elk San Juan, LLC, as new operator, is responsible under the terms and conditions of the lease(s) for the operations conducted on the leased lands or portion thereof per 43 CFR 3100.0-5 (a).

RECEIVED

DEC 07 2012

**Bureau of Land Management
Durango, Colorado**

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Tammy Kennedy

Title **Land/Regulatory Administrator**

Signature

Date

12/03/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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.

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.

(Instructions on page 2)

Attached List to Sundry Notice

Change of Operator from William M Gallaway Oil and Gas LLC to Elk San Juan, LLC

Lease Serial No.	Well Name and No.	API Well No.	Location of Well
14-20-151-46	Southern Union	30-045-10741	H-16-31N-15W, 1985 FNL & 732 FWL
14-20-151-46	Ute Indian A10	30-045-10667	M-15-31N-15W, 660 FSL & 790 FWL
14-20-151-45	Ute Indian 2	30-045-10911	G-10-31N-15W, 2000 FNL & 2110 FEL
14-20-604-1893	Ute Indian D10	30-045-10618	C-23-31N-15W, 790 FNL & 2045 FWL
14-20-604-82	Unte Indian E1	30-045-10748	E-17-31N-14W, 1920 FNL & 530 FWL