Form 3160-5 (March 2012)

(Instructions on page 2)

ACCEPTED FOR RECORD

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2014

NOV 2 1 2016

Lease Serial No. NMSF077966

6. If Indian, Allottee or Tribe Name

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| CHAIDDY | NOTICES | AND | REPORTS | ONL | MELLO | |
| SUBURY | NULLES | | REPURIS | | WEILS | |
| COLIDA | 11011020 | ~ | | ~., | | |
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Do not use this form for proposals to drill or to re-entire an Field Off **Eastern Navajo**

abandoned well. Use Form 3160-3 (APD) for such proposals Management If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 8920008441 1. Type of Well Well Name and No.
Gallegos Canyon Unit #240E Oil Well ✓ Gas Well Other 2. Name of Operator BP America Production Company API Well No 30-045-26341 3a. Address 737 North Eldridge Parkway, 12.181A 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area Basin Dakota, Basin Fruitland Coal 281-892-5369 Houston, TX 77079 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec. 24 T28N R13W NENW 1010 FNL 1450 FWL 11. County or Parish, State San Juan, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Casing Repair New Construction Recomplete Other Subsequent Report Change Plans Plug and Abandon Temporarily Abandon ✓ Final Abandonment Notice Convert to Injection Plug Back 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) Subject well was P&A'd 07/26/2013. BP requests Final Abandonment on the subject well. The location was reconstructed as a museum exhibit per landowner request. All equipment was cut and capped below grade then buried into the ground 12 inches to provide the appearance of an active well pad for museum purposes. All equipment has been drained, cleaned, and made safe for public viewing per the landowner request. Surface owner concurrence letter attached stating that the surface owner is in agreement that final reclamation is to their satisfaction and meets their expectations. For questions/concerns please contact Sabre Beebe, BP L48 Compliance Specialist at 970-779-9398 or sabre beebe@bp.com OIL CONS. DIV DIST. 3 DEC 1 2 2016 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Toya Colvin Title Regulatory Analyst 11/17/2016 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Conditions of approval, if any ttached. 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. 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.

MEMORANDUM

OF

AGREEMENT FOR ABANDONMENT OF WELL SITES, BURIED PIPELINES AND LEASE ROADS SAN JUAN COUNTY, NEW MEXICO

Reference is made to a certain unrecorded Agreement for Abandonment of Well Stes, Buried Pipelines and Lease Roads dated Day of Agreement for Abandonment of Well Stes, Buried Pipelines and Lease Roads dated Day of Agreement for Abandonment of Well Stes, Buried Pipelines and Lease Roads dated Day of Company hereinafter referred to as "Grantor" and BP America Production Company hereinafter referred to as "Grantor".

WITNESSETH

IN CONSDERATION of the sum of Ten and no/100 dollars (\$10.00) cash paid to Grantor by Grantee and other good and valuable consideration, the receipt and adequacy of which is hereby acknowledged, and of obligations undertaken by Grantee. Grantor granted under Grantee upon terms and consideration mutually agreed to by Grantor and Grantee Grantor acknowledges that Grantee will properly abandon any and all underground piping, but Grantor otherwise desires Grantee to abandon various well sites and lease roads located on Grantors property in San Juan County, NM as is, without restoration and revegetation and desires to relieve Grantee of any further and other responsibility and liability to restore the surface of the Well Sites and associated Lease Roads and/or to reestablish vegetative cover as to the well sites as listed on attached Exhibit "A" and associated Lease Roads.

WHEREAS, Landowner agrees that any of their reclamation activities, that may occur, on any of the abandoned Well Sites and Associated Lease Roads will not interfere with BP's ability to access and operate the active well that is located on any of the above referenced co-located Well Sites.

ALL TERMS and provisions of the unrecorded Agreement for Abandonment of Well Sites, Buried Pipelines and Road Access shall inure to the benefit of and be binding upon the Grantor and Grantee and their respective heirs, successors and assigns.

IN WITNESS WHERE OF, this Memorandum of Agreement for Abandonment of Well Sites, Buried Pipelines and Road Access has been executed originals.

| B Square Ranch LLC | 1.444 | BP America Production Com | pany | |
|--------------------------------------------------------------------------------------------------------------|--------------------------------------------------|---------------------------------------------------------|------------------------------------------------|---------|
| By: Tommy Byllack | | By: Debra Bacon, Attorney-in | Con i-Fact | e j |
| | | | | |
| | ACKNOWLE | DGEMENTS | | |
| STATE OF TEXAS) | | Tanks (| F1 - F - W | |
| COUNTY OF HARRIS) | - 14 - e.1[As | | buom har | |
| The foregoing instrument was ackr by Debra Bacon as Attorney-in-Fac | nowledged before me to at for BP America Prod | his day of uction Company, a Delaware | ovent per, 2016 | |
| Witness my hand and official seal t | he day and year last a | boye written. | | |
| My Commission Expires: | | Опина | 200 | |
| 7/11/19 | | Notary Public in the State of | Foxas | - |
| | | (2) | DONNA TE | |
| STATE OF NEW MEXICO) | | | My Commission April 17, 20 | Expires |
| | ·s , | 1 | April 17, 20 | 19 |
| On this 2 day of Nave | 2016 | efore me the undersigned N | otary Public in and said | . 111. |
| County and State, personally apper person whose name is subscribed his free and voluntary act and deed | ared Tommy Bolack, a to the foregoing instrur | s owner of B Square Ranch nent and acknowledged that | LC, known to be the he executed the same as | |
| Witness my hand and official seal t | he day and year last al | bove written. | / | |
| My Commission Eupleon | | . // | , | |

6.13.18

EXHIBIT "A"

Attached to and made a part of the Memorandum of Agreement for Abandonment of Well Sites, Buried Pipeline and Lease Roads, dated November 2, 2016, between Tommy Bolack, Owner of B Square Ranch, LLC and BP America Production Company.

| | WELL | API | LOCATION | (S-T-R) | SHARED PAD |
|-----|-----------------|------------|----------|--------------|----------------------|
| 1. | GCU 308 | 3004524624 | SESE | 7-T28N-R12W | N/A |
| 2. | GCU 289 | 3004523820 | SESW | 8-T28N-R12W | N/A |
| 3. | GCU 584 | 3004531601 | NENW | 18-T28N-R12W | N/A |
| 4. | GCU 22 | 3004507479 | SWNE | 18-T28N-R12W | N/A |
| 5. | GCU 130 | 3004507510 | NWNE | 18-T28N-R12W | N/A |
| 6, | GCU 582 | 3004531017 | NWNW | 19-T28N-R12W | GCU 196E, 3004524254 |
| 7. | GCU 509 | 3004528170 | NWNW | 28-T29N-R12W | N/A |
| 8. | GCU 394 | 3004528116 | SESW | 30-T29N-R12W | GCU 187E, 3004524172 |
| 9. | GCU 292 | 3004523787 | SENW | 30-T29N-R12W | N/A |
| 10. | GCU 285 | 3004523605 | SWSW | 31-T29N-R12W | N/A |
| 11. | GCU 332 | 3004525475 | SESE | 31-T29N-R12W | GCU 221E, 3004524259 |
| 12. | GCU 210E | 3004524249 | NENW | 31-T29N-R12W | N/A |
| 13. | GCU 322 | 3004524626 | SENE | 31-T29N-R12W | N/A |
| 14. | GCU 323 | 3004524615 | SWSW | 32-T29N-R12W | N/A |
| 15. | GCU 324 | 3004524614 | SESW | 30-T29N-R12W | N/A |
| 16. | GCU 236E | 3004526270 | swsw | 14-T28N-R13W | N/A |
| 17. | GCU 234 | 3004511714 | NENE | 14-T28N-R13W | GCU 571, 3004530703 |
| 18. | GCU 239 | 3004511740 | SENE | 24-T28N-R13W | N/A |
| 19. | GCU 240E | 3004526341 | NENW | 24-T28N-R13W | N/A |
| 20. | GCU 161E | 3004524886 | SESW | 23-T29N-R13W | GCU 390, 3004528309 |
| 21. | GCU 262 | 3004520285 | SESW | 24-T29N-R13W | GCU 377, 3004527537 |
| 22. | GCU 304 | 3004523939 | SESW | 24-T29N-R13W | GCU 377, 3004527537 |
| 23. | GCU 163 | 3004507795 | SWSE | 26-T29N-R13W | N/A |
| 24. | GCU 135E | 3004526295 | SWNE | 26-T29N-R13W | N/A |
| 25. | CALLOW AT | 3004507913 | NWNW | 27-T29N-R13W | N/A |
| 26. | CALLOW 8 | 3004507790 | SWSE | 27-T29N-R13W | N/A |
| 27. | CALLOW 11 | 3004507887 | SENW | 28-T29N-R13W | N/A |
| 28. | CALLOW 9E | 3004524294 | SENE | 28-T29N-R13W | N/A |
| 29. | GCU 325 | 3004524627 | SWNW | 35-T29N-R13W | N/A |
| | GCU 164E | 3004524957 | NENW | 35-T29N-R13W | N/A |
| 31. | GCU 164 | 3004507622 | swsw | 35-T29N-R13W | GCU 396, 3004528310 |
| | GCU 44 | 3004507610 | swsw | 35-T29N-R13W | N/A |
| 33. | GCU 326 | 3004524616 | SENW | 36-T29N-R13W | N/A |
| 34. | GCU 163E | 3004524870 | swsw | 26-T29N-R13W | N/A |
| 35. | GCU 367 | 3004526880 | SENW | 31-T29N-R12W | N/A |
| 36. | GCU 262E | 3004526159 | SESE | 24-T29N-R13W | N/A |

AGREEMENT FOR ABANDONMENT OF WELL SITES, BURIED PIPELINES AND LEASE ROADS

This Agreement is made this 2 day of Wasene De., 2016 by and between BP America Production Company ("BP") and B Square Ranch LLC, with an address of, 3901 Bloomfield Hwy, Farmington, NM ("Landowner").

WHEREAS, BP is the Operator, on behalf of itself, successors, assigns, affiliates, officers, directors, employees and its partners (collectively the "Releasees") in the Well Sites, Associated Buried Pipelines and Associated Lease Roads described and located as listed on Exhibit A.

WHEREAS, BP has abandoned or intends to abandon the aforementioned Well Sites, Associated Buried Pipelines and Associated Lease Roads, pursuant to obligations imposed upon BP under oil and gas leases, surface use agreements and releases, common law, the law of the State of New Mexico, the current Rules and Regulations that exist on the date of this agreement of the New Mexico Oil Conservation Division, the Bureau of Land Management and/or otherwise.

WHEREAS, Landowner desires BP to abandon the Well Sites, Associated Buried Pipelines and Associated Lease Roads, as is, without, restoration and revegetation, and desires to relieve BP of any further and other responsibility to restore the surface of the Well Sites and Associated Lease Roads and/or to reestablish vegetative cover as to the said Well Sites and Associated Lease Roads.

WHEREAS, Landowner agrees that any of their reclamation activities, that may occur, on any of the abandoned Well Sites and Associated Lease Roads will not interfere with BP's ability to access and operate the active well that is located on any of the above referenced co-located Well Sites.

NOW THEREFORE, in consideration of the payment of One hundred thousand and No/100 Dollars (\$100,000.00) and other valuable consideration, the receipt and sufficiency is hereby acknowledged by both parties, BP and Landowner agree as follows:

- BP and Landowner acknowledge and agree that BP has abandoned the aforementioned Well Sites, Associated Burled Pipelines and Associated Lease Roads.
- BP acknowledges that all abandoned Associated Buried Pipelines have been properly isolated, purged and abandoned according to current regulations that existed on the execution date of this agreement.
- Landowner agrees to assume any and all responsibility for restoration of the surface of the Well Sites and Associated Lease Roads and further agrees that BP and its Releasees are completely relieved of any further obligation of, or liability for, surface restoration, of the Well Sites and/or Associated Lease Roads thereto.
- 4. As further consideration for the payment herein, Landowner, on behalf of itself, successors and assigns, does hereby forever release, relinquish and discharge BP and its Releasees, from all debts, claims, demands, damages and causes of action whatsoever, known or unknown, including such as have arisen or may hereafter arise by reason of or which have in any manner grown out of and which may hereafter grow out of said Well Sites, Associated Buried Pipelines and/or Associated Lease Roads associated therewith.
- 5. BP and Landowner acknowledge and agree that BP will abandon in place certain pieces of equipment as described in Exhibit A that is currently located at some of the said Well Sites. Landowner desires to assume ownership and responsibility of said equipment as described in Exhibit A. Landowner, on behalf of itself, successors and assigns, does hereby forever release, relinquish and discharge BP and its Releasees, from all debts, claims, demands, damages and causes of action whatsoever, known or unknown, including such as have arisen or may hereafter arise by reason of or which have in any manner grown out of and which may hereafter grow out assuming ownership and responsibility for said equipment.
- 6. This Agreement shall be binding upon and shall inure to the benefit of, the parties hereto, their heirs, successors and assigns. It is the parties further intent that Landowner's agreement to permit BP to abandon said Well Sites, Associated Buried Pipelines and Associated Lease Roads, without restoration or revegetation, constitutes a covenant by said Landowner which shall run with the land and be binding upon Landowner's successors entitled to the property which is the subject of this Agreement.
- 7. Landowner represents and warrants to BP that Landowner owns 100% of the right, title, and interest in and to the surface tract upon which said Well Sites, Associated Buried Pipelines and Associated Lease Roads thereto are located and said Landowner agrees to indemnify and hold BP harmless from all claims asserted by and landlord, tenant, lien holder or other owner of the property asserting an interest or rights adverse or contrary to the interest warranted by Landowner herein.

 The parties agree that a Memorandum of the Agreement shall be executed and filed in the real property records for San Juan County, New Mexico. In addition, all terms and conditions of this Agreement shall remain confidential between the Landowner and BP (collectively "Parties"), except it may be disclosed to the Parties' successors in interest, including potential purchasers. day of Wholes, 2016 B Square Ranch LL By: Debra Bacon, Attorney-in-Fact ACKNOWLEDGEMENT STATE OF TEXAS COUNTY OF HARRIS) Witness my hand and official seal the day and year last above written. My Commission Expires: DONNA TEAL Notary ID # 125201110 My Commission (4) 1185 April 17, 2019 STATE OF NEW MEXICO COUNTY OF SAN JUAN On this 2 day of Notary Public in and said County and State, personally appeared Tommy Bolack, as owner of B Square Ranch LLC, known to be the person whose name is subscribed to the foregoing instrument and acknowledged that he executed the same as his free and voluntary act and deed for the purposes and consideration therein mentioned and set forth. Witness my hand and official seal the day and year last above written My Commission Expires

EXHIBIT "A"

Attached to and made a part of the Agreement for Abandonment of Well Sites. Buried Pipeline and Lease Roads, dated

| | WELL | API | LOCATION | (S-T-R) | SHARED PAD |
|-----------------------------------------|-----------|------------|----------|--------------|----------------------|
| 1. | GCU 308 | 3004524624 | SESE | 7-T28N-R12W | N/A |
| 2. | GCU 289 | 3004523820 | SESW | 8-T28N-R12W | N/A |
| 3. | GCU 584 | 3004531601 | NENW | 18-T28N-R12W | N/A |
| 4. | GCU 22 | 3004507479 | SWNE | 18-T28N-R12W | N/A |
| 5. | GCU 130 | 3004507510 | NWNE | 18-T28N-R12W | N/A |
| 6. | GCU 582 | 3004531017 | NWNW | 19-T28N-R12W | GCU 196E, 3004524254 |
| 7. | GCU 509 | 3004528170 | NWNW | 28-T29N-R12W | N/A |
| 8. | GCU 394 | 3004528116 | SESW | 30-T29N-R12W | GCU 187E, 3004524172 |
| 9. | GCU 292 | 3004523787 | SENW | 30-T29N-R12W | N/A |
| 7.77 | GCU 285 | 3004523605 | swsw | 31-T29N-R12W | N/A |
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| - | GCU 210E | 3004524249 | NENW | 31-T29N-R12W | N/A |
| | GCU 322 | 3004524626 | SENE | 31-T29N-R12W | N/A |
| | GCU 323 | 3004524615 | swsw | 32-T29N-R12W | N/A |
| 15. | GCU 324 | 3004524614 | SESW | 30-T29N-R12W | N/A |
| - | GCU 236E | 3004526270 | swsw | 14-T28N-R13W | N/A |
| | GCU 234 | 3004511714 | NENE | 14-T28N-R13W | GCU 571, 3004530703 |
| | GCU 239 | 3004511740 | SENE | 24-T28N-R13W | N/A |
| 19. | GCU 240E | 3004526341 | NENW | 24-T28N-R13W | N/A |
| - | GCU 161E | 3004524886 | SESW | 23-T29N-R13W | GCU 390, 3004528309 |
| | GCU 262 | 3004520285 | SESW | 24-T29N-R13W | GCU 377, 3004527537 |
| 120000000000000000000000000000000000000 | GCU 304 | 3004523939 | SESW | 24-T29N-R13W | GCU 377, 3004527537 |
| | GCU 163 | 3004507795 | SWSE | 26-T29N-R13W | N/A |
| | GCU 135E | 3004526295 | SWNE | 26-T29N-R13W | N/A |
| | CALLOW A1 | 3004507913 | NWNW | 27-T29N-R13W | N/A |
| 7-12-20 | CALLOW 8 | 3004507790 | SWSE | 27-T29N-R13W | N/A |
| | CALLOW 11 | 3004507887 | SENW | 28-T29N-R13W | N/A |
| | CALLOW 9E | 3004524294 | SENE | 28-T29N-R13W | N/A |
| | GCU 325 | 3004524627 | SWNW | 35-T29N-R13W | N/A |
| A 100 Port 11 | GCU 164E | 3004524957 | NENW | 35-T29N-R13W | N/A |
| | GCU 164 | 3004507622 | swsw | 35-T29N-R13W | GCU 396, 3004528310 |
| | GCU 44 | 3004507610 | SWSW | 35-T29N-R13W | N/A |
| | GCU 326 | 3004524616 | SENW | 36-T29N-R13W | N/A |
| - | GCU 163E | 3004524870 | swsw | 26-T29N-R13W | N/A |
| | GCU 367 | 3004526880 | SENW | 31-T29N-R12W | N/A |
| 36. (| GCU 262E | 3004526159 | SESE | 24-T29N-R13W | N/A |