State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Secretary Gabriel Wade, Acting Director Oil Conservation Division



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-5 form.

Operator Signature Date: **Original APD 3/6/2017** Sundry Extension Date 3/11/2019

WELL INFORMATION:

ENDURING RESOURCES, LLC 30-045-35837 KIMBETO WASH UNIT #785H

30-045-35837 KIMBETO WASH UNIT #785H Conditions of Approval: (See the below checked and handwritten conditions) Notify Aztec OCD 24hrs prior to casing & cement. Hold C-104 for directional survey & "As Drilled" Plat O Hold C-104 for NSL, NSP, DHC, O Spacing rule violation. Operator must follow up with change of status notification on other well to be shut in or abandoned Regarding the use of a pit, closed loop system or below grade tank, the operator must comply with the following as applicable: A pit requires a complete C-144 be submitted and approved prior to the construction or use of the pit, pursuant to 19.15.17.8.A A closed loop system requires notification prior to use, pursuant to 19.15.17.9.A A below grade tank requires a registration be filed prior to the construction or use of the below grade tank, pursuant to 19.15.17.8.C Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string Submit Gas Capture Plan form prior to spudding or initiating recompletions operations. Regarding Hydraulic Fracturing, review EPA Underground Injection Control Guidance 84

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V	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from
	the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in
	a steel closed loop system.

Well-bore communication is regulated under 19.15.29 NMAC. This requires well-bore Communication to be reported in accordance with 19.15.29.8.

Comply with current regulations at time of spud
Prior to production operator needs to be in compliance with RULE 19.15.5.9

NMOCD Approved by Signature

3/15/19

Date

Form 3160-5 (June 2015)

RECEIVED

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137

013	Expires: January 31, 201
5. Lease Serial No),

SUNDRY NOTICES AND REPORTS ON WELLS Farmington Field 6. If Indian, Allottee or Tribe Name

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

NMNM117577

	II. Use Form 3160-3 (A		roposals.				
SUBMIT	IN TRIPLICATE - Other instru		7. If Unit of CA/Agreement, Name and/or No. NMNM135255A				
1. Type of Well							
	Gas Well Other		8. Well Name and No. KIMBETO WASH UNIT #785H				
2. Name of Operator Enduring Resources IV LL		1	9. API Well No. 30-045-35837				
3a. Address		3b. Phone No. (inch	ude area code)		10. Field and Pool or Exploratory Area Basin Mancos		
200 Energy Court Farming		505-636-9743		Basi	in Mancos		
4. Location of Well (Footage, Sec., SHL: 11' FSL & 506' FEL SEC 19 BHL: 2526' FNL & 330' FWL SEC	23N 9W				11. Country or Parish, State San Juan, NM		
12. 0	CHECK THE APPROPRIATE B	OX(ES) TO INDICA	TE NATURE (OF NOTICE, F	REPORT OR OTHER	R DATA	
TYPE OF SUBMISSION			TYPE	OF ACTION			
Notice of Intent	Acidize	Deepen		☐ Production (Start/Resume) ☐ Reclamation		☐Water ShutOff	
25 Notice of Intell	□Alter	☐ Hydraulic Frac	eturing			☐Well Integrity	
☐Subsequent Report	Casing	☐ New Constru	onstruction		te	Other	
	Casing Repair	☐ Plug and Aba	ndon	☐ Temporarily Abandon		APD	
Final Abandonment Notice	Change Plans			☐Water Disposal		EXTENSION	
	☐Convert to Injection	☐Plug Back				DIET DI TOTO	
	t Notices must be filed only afte requests a 2-year exte 4/8/19	r all requirements, in	oove menti	ation, have be	en completed and the	MAR 14 2019 DISTRICT	
14. I hereby certify that the foregoin Lacey Granillo	ng is true and correct. Name (Pr	inted/Typed)					
Lacey Granillo	Tit	Title Permit Specialist					
Signature	000	Da	te 3/11/19				
	THE SPAC	E FOR FEDER	AL OR ST	ATE OFICE	E USE		
Approved by							
Dav	e Mankiewicz	2	Title		Da	ate 3-13-2019	
Conditions of approval, if any, are certify that the applicant holds lega which would entitle the applicant to	al or equitable title to those right		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.