Form 3160-5 (March 2012)

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

NMOCDHobbs

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

5. Lease Serial No.

NM-62223

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

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement Name and/or No SUBMIT IN TRIPLICATE - Other Instructions on page 2. Type of Well Other FEB 0 8 2016 Oil Well Gas Well 8. Well Name and No. X SHARBRO FEDERAL #7 9. API Well No. Name of Operator Enervest Operating, LLO Foundation Eners 30-025-35144 3b. Phone No. (include area code) 3a. Address 10. Field and Pool, or Exploratory Area 713-659-3500 1001 Fannin St., Suite 800 Houston, TX 77002-6707 San Dunes Delaware West 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 1980' FSL and 660' FWL Sec. 7, T23S, R32E Unit L NMPM LEA, NM CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE 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 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration t the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths or pertinent markers and zones Attach the Bond under which the work will be performed or provide the Bond No. on file with the BLM/BIA. Required subsequent reports must be filed within 3 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 testing has been completed. Final Abandonment Notice must be filed only after all requirements, including reclamantion, have been completed, and the operator I determined that the site is ready for final inspection.) EnerVest Operating L.L.C. transferred operation of the above referenced well to FOUNDATION ENERGY MANAGEMENT, LLC, effective 09/01/2015, as operator/owner. FOUNDATION ENERGY MANAGEMENT, LLC hereby certifies that it is authorized by the proper lease interest owners to conduct lease operations, and is responsible under the terms and conditions of the lease associated with this well. 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Rebecca Tidwell Title Regulatory Analyst September 1, 2015 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Date Title Conditions of approval A Pany are attached. Approval of this notice does not warrant or conditions of approval of the conditions of the conditio 2016

that the applicant holds legal or equitable title to those rights in the subject lease which w Office

entitle the applicant to conduct operations thereon.