NMOCD

Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR

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

FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. BUREAU OF LAND MANAGEMENT NMNM 104028A SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name

abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 1. Type of Well 8. Well Name and No. FASKIN FEDERAL 1 Oil Well ✓ Gas Well Other 2. Name of Operator Vanguard Operating, LLC 9. API Well No. 3004120258 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 3a. Address 5857 San Felipe, Suite 3000 (832) 377-2243 **BLUITT; SAN ANDRES** Houston, TX 77057 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. Country or Parish, State 660 FNL 1980 FWL; C-20-08S-38E ROOSEVELT, 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 Hydraulic Fracturing Well Integrity Alter Casing Reclamation New Construction **✓** Other Casing Repair Recomplete ✓ 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 perfonned 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 detennined that the site is ready for final inspection.)

This is notification of Change of Operator on the above referenced well. Vanguard Operating, LLC, as new operator, accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on this lease or portion of lease described. Bond Coverage: BLM Bond File No. NMB000797, Surety Bond No. B006616 Bond Coverage Roswell Field Office: BLM Bond File No. NMB000857, Surety Bond No. B007133

Change of Operator Effective: October 5, 2015 Former Operator: LRE Operating, LLC

NM OIL CONSERVATION ARTESIA DISTRICT

RECEIVED

SEE ATTACHED FOR CONDITIONS OF APPROVAL

Executive Vice President, Operationitle	ons
late 10.5.2015	and the state of the section of
RAL OR STATE OFICE USE	
PETROLEUM ENGINEER	MAR 2 5 2016
L MOSWELL FIEL	D OFFICE
F	PETROLEUM ENGINEER Title ROSWELL FIEL

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.

Vanguard Operating, LLC Change of Operator 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.
- 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 BLM office in Santa Fe, NM.