

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

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.

5. Lease Serial No.
LC 061446

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
VANGUARD PERMIAN LLC

3a. Address
P O BOX 1570 281 HIGHWAY 248
EUNICE, NM 88231

3b. Phone No. (include area code)
575-393-2727

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
UNIT E SEC 9 T22S R37E 2086/N & 776/W

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

8. Well Name and No.

9. API Well No.
30-025-10146

10. Field and Pool or Exploratory Area
SW EUNICE SAN ANDRES

11. County or Parish, State
LEA COUNTY NEW MEXICO

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

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☐ Other CHANGE OF
OPERATOR

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 recomple 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 recomple 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.)

THIS IS NOTIFICATION THAT VANGUARD PERMIAN LLC HAS ACQUIRED THE ABOVE WELL/PROPERTY FROM RANGE OPERATING NEW MEXICO LLC

PER NTL89, VANGUARD PERMIAN LLC ACCEPTS ALL APPLICABLE TERMS, CONDITIONS, STIPULATION AND RESTRICTONS CONCERNING OPERATIONS CONDUCTED ON THE LEASE LAND OR PORTION THEREOF.

BOND COVERAGE: BLM BOND NO: NMBOOO811 & NMNM000761

CHANGE OF OPERATOR EFFECTIVE: 4-1-13 (PER OCD SIGNATURE APPROVAL)

FORMER OPERATOR: RANGE OPERATING NEW MEXICO LLC (ORGID #227588)

ACQUIRING OPERATOR: VANGUARD PERMIAN LLC (ORGID #258350)

SUBJECT TO LIKE
APPROVAL BY STATE

OK

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

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

GAYE HEARD

Title AGENT

Signature

Gaye Heard

Date 01/30/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

[Signature]

Title

Office

APPROVED

Date

MAR 26 2014

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.

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)

FOR RECORD ONLY
OCDIMW 4-3-2014

APR 03 2014

BUREAU OF LAND MANAGEMENT
Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972

Effective 4/1/2013
Bond NMB000811 and NMB000761

3/26/2014 Approved subject to Conditions of Approval. JDB
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. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
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. If not in place acquire operating rights on this lease within 30 days with BLM office in Santa Fe, NM.