Form 3160-5 ∠ (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIORCD Hobbs

BUREAU OF LAND MANAGEMENT

FORM APPROVED

OMB No. 1004-0137
Expires: October 31, 201

SUNDRY NOTICES AND REPORTS ON WELLS DO NOT USE this form for proposals to drill or to re-enter an

5. Lease Serial No. NM 57285 6. If Indian, Allottee or Tribe Name

abandoned well. Use Form 3160-3 (APD) for such proposals.								
SUBMIT IN TRIPLICATE – Other instructions on page 2.					1	7. If Unit of CA/Agreement, Name and/or No. STIVASON FEDERAL		
I. Type of Well . Oil Well Gas W		RECEIVED 8.		8. Well Name and No.				
2. Name of Operator				9. API Well No. 30-025-307	5			
VANGUARD PERMIAN LLC						<u> </u>		
3a. Address 3b. Phone No. (include area code) P O BOX 1570 281 HIGHWAY 248 575-393-2727					PEARL QUEEN	10. Field and Pool or Exploratory Area PEARL QUEEN		
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) UNIT M SEC 27 T19S R34E \(\sqrt{660}\)/5 & 550/W						11. County or Parish, State LEA COUNTY NEW MEXICO		
								
12. CHEC	K THE APPROPRIATE BOX(E	ES) TO IND	ICATE NATUR	E OF NO	OTICE, REPORT OR OTHE	R DATA		
TYPE OF SUBMISSION	TYPE OF AC				ACTION	NOI		
✓ Notice of Intent	Acidize	Deep		_	Production (Start/Resume)	Water Shut-Off		
1	Alter Casing		ure Treat		Reclamation	Well Integrity		
Subsequent Report	Casing Repair	_	Construction	,	Recomplete	Other CHANGE OF		
Final Abandonment Notice	Change Plans Convert to Injection	☐ Plug☐ Plug	and Abandon '		Temporarily Abandon Water Disposal	OPERATOR		
following completion of the involve testing has been completed. Final Adetermined that the site is ready for THIS IS NOTIFICATION THAT VAN LLC STOWN PROJUCTED ON THE PROJUCTED ON THE STOWN CONDUCTED ON THE BOND COVERAGE: BLM BOND NOTIFICATION OPERATOR EFFECTION OF THE PROJUCTED	Abandonment Notices must be fifinal inspection.) GUARD PERMIAN LLC HAS LLC ACCEPTS ALL APPLICHE LEASE LAND OR PORTICE MB000811 & NMNM000 VE: 4-1-13 (PER OCD SIGNATION OF PERMIAN LLC (ORGID A	ACQUIRE CABLE TE ON THERI ATURE AF C (ORGID #258350)	er all requirements D THE ABOVE RMS, CONDITIE FOF. PPROVAL)	ts, includ	ling reclamation, have been on the property from RANG TIPULATON AND RESTREE AT	COMPLETED FOR		
14. I hereby certify that the foregoing is tro	API	PROVA	TO LIKE LBY STAT	E K	CONDITION	NS OF APPROVAL		
GAYE HEARD	•		Title AGENT					
Signature Lay He	Date 01/30/2014							
	THIS SPACE FO	R FEDE	RAL OR ST	ATE C	FFIQEDSED OVE	n		
Approved by Conditions of approval, if any, are attached, hat the applicant holds legal or equitable tit ntitle the applicant to conduct operations the Citle 18 U.S.C. Section 1001 and Title 43 U.S.C.	le to those rights in the subject lease ereon. S.C. Section 1212, make it a crim	se which wo	old Office rson knowingly ar	nd willful	MAR 2 6 2014	or agengy of the United States any false		
ictitious or fraudulent statements or representations	entations as to any matter within it	s jurisdiction			CARLSBAD FIFED OF	FICE		

FOR RECORD ONLY OCD/MN 04-03-2014

(Instructions on page 2)



Change of Operator Vanguard Permian Stivason Federal #3, 4, 5

Colleen Germany < cgermany@oilreportsinc.com>

Wed, Mar 26, 2014 at 3:35 PM

Harrier In the State of the

To: Jblakley@blm.gov

Re: Stivason #3, API #30-025-29544, Stivason #4 API #30-025-30629, Stivason #5 API #30-025-30725

Mr. Blakley,

As per our conversation regarding the sundries for Change of Operator submitted on behalf of Vanguard Permian LLC on the above wells, please change the following verbiage on those sundries "From: Range Operating New Mexico LLC" to

"From Strata Production Co"

THANK YOU

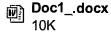
COLLEEN GERMANY

OIL REPORTS & GAS SERVICES, INC

cgermany@oilreportsinc.com

575-393-2727

575-393-5388 fax



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.