Hobes, Nalescit       [575-492-1236       PADBa         Location OWIL (Folding, Sec., T.R., M., or Survey Description)       I.I. Constry or Parish, State Lga County, New Maxico         L2. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA         TYPE OF SUBMISSION       TYPE OF SUBMISSION         Subsequent Report       Acidize       Deepen         Subsequent Report       Change Prace       Production (Start/Resume)       Wall Anagrity         Subsequent Report       Change Prace       Prig Back       Wall Anagrity         Subsequent Report       Change Prace       Prig ad Abandon       Temporarily Alamdon         13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated datating due of any proposed work and aggreymmate duration the proposed list doepen directionally or completed operations: The operation reported to the biotomality, yiev subsufficio Dotations and maxer and an user virtical degree of an estimated statistical and the set is ready for final inspection.)         Request Approval to Change Operator Effective September 1at, 2015       SEE ATTACHED FOR CONDITIONS OF APPPROVAI         Tit:       Comprod Di Coporation Poperation 24 (September 1at, 2015         From:       Resevel 14 (September 1at, 2015         From:       Composed accomption operator Effective September 1at, 2015         From:       Resevel 14 (September 1at, 2015         Tree Peneno OII Copora			NMO			
Do not uses this form for proposals to drill or to re-entre an abandoned well. Use Form 3160-3 (APD) for such proposals IAN       Image: Control of the control o	(August 2007) ] B	DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT			OMB No. 1004-0137 Expires: July 31, 2010 5. Lease Scrial No.	
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Notice of Intent <ul> <li>Acidize</li> <li>Deepen</li> <li>Production (Start/Resame)</li> <li>Water Shet-Off</li> <li>Chaing Repair</li> <li>Chaing Repair</li> <li>Chaing Repair</li> <li>Pring Abandonment Notice</li> </ul> 13. Describe Proposed of Completed Operation: Clearly state all pertinent details, including estimated starting due of any proposed work and approximate duration the proposal is to depend inclusionally or ecomplete horizonality, give substraffice Completion and insurver, and Ford Shot and Perficient markers and Attach the Bond under which the work will be performed or provide the Elond No. on File with BLAMBA. Required and state vertical depart on a new intervert, a Ford 316-04 markers and Attach the Bond under which the work will be performed or provide the Elond No. on File with BLAMBA. Required and an approximate duration takets main that be as is roady for file in inspection.)           Request Approval to Change Operator Effective Soptember 1at, 2015          Fremo: Oil Corporation To South of File of the Soptember 1at, 2015         From: conserved Operating 1515 Calle Sur. Suite 174 hobbs. NM 88240         The Penne Oil Corporation Bond coverage pursuant to 43 CFR 3104 for lease activities is provided by BLM Bond No-NHMENDYNENT         Market 2015 And Abandomment Note and correct.         Name: Change operator Perfection To any intermation of the south state of the proposal state and correct.         Name: Change operator Perfection Correct 10 and Correct.         Name: Change operator Perfection Correct 10 and Correct.         Name: Change operator Perfection Correct.         Name: Change operator Perfection Correct.         Name: Change operator Perfecting 10 and correct.		HECK THE APPROPRIATE BO				ER DATA
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4. 1 hereby certify that the foregoing is true and correct. Name (Printed/Typed)       Title President         M.Y. Merchant       Title President         Signature       Joseph J	Penroc Oll Corporation bond co	verage pursuant to 43 CFR 310			Bond No. NMB00109	94.
Name (Printed/Typed)       Title       President         M.Y. Merchant       Title       President         Signature       Jobs Space For Federal. Or State OFFICE USE         THIS SPACE FOR FEDERAL OR STATE OFFICE USE         Approved by         Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify at the applicant holds legal or equitable title to those rights in the subject lease which would office         Onditions of approval, if any, are attached. Supproval of this notice does not warrant or certify at 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 Onited State certificous or fraudulent statements or representations as to any matter within its jurisdiction.         Instructions on page 2)			PENDOCE	5 Bar	ded une	gen Mm Bog24
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## Lowe Federal 1 30-025-29647 Penroc Oil Corporation December 04, 2015 Conditions of Approval

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- 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. 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.

## **JAM 120415**