Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR MOCD BUREAU OF LAND MANAGEMENTHOBBS

SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

5. Lease Serial No.

| NMNM-1 | 6350-A |
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| Do not use this form for proposals to drill or to re-enter an | | | | | 6. If Indian, Allottee or Tribe Name | |
|---|--|---|---|----------------|--|--|
| | ell. Use Form 3160 - 3 | | | sec | D | |
| SUBMIT IN TR | 87. If Unit of | or CA/Agreement, Name and/or No. | | | | |
| 1. Type of Well ☐ ☐ Gas Well ☐ ☐ Other ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ ☐ | | | | | 8. Well Name and No. | |
| 2. Name of Operator NADEL AND GUSSMAN HEYCO, LICE HAMMEN YOUR | | | | | ell No. | |
| Ba. Address 3 PO BOX 1936 ~ ROSWELL NM 88202-1936 3b. Phone No. (include area-eode) 575.623.6601 | | | | | 3002533315 10. Field and Pool, or Exploratory Area | |
| Location of Well (Footage, Sec., | Young; Bone Spring North | | | | | |
| 990' FNL & 1650' FWL, Sec. 10 NENW, T18S, R32E | | | | | 11. County or Parish, State Lea, New Mexico | |
| 12. CHECK A | PPROPRIATE BOX(ES) T | O INDICATE NATU | URE OF NOTICE, F | REPORT, OF | R OTHER DATA | |
| TYPE OF SUBMISSION | - | T | YPE 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 | | bandon | Water Shut-Off Well Integrity Other Change of Operator | |
| Harvey E. Yates Company conducted on this lease or BLM Bond No. NMB0003 | nange of Operator on the ab y, as new operator, accept a portion of lease described. | | nditions, stipulations a | nd restriction | ns concerning operatings | |
| P.O. Box 1933 | y | | SEE A7 | TACH | ED FOR | |
| Roswell, NM 88202-1933 | | | CONDI | TIONS | OF APPROVAL | |
| Change of Operator EFFI | CTIVE 9/1/2014 | | .001 | | of All Royal | |
| I. I hereby certify that the fore Name (Printed/Typed) | going is trile and correct | Arthed by | 1 V Outer | dor t | o tarce over | |
| Tammy R. Link | | Title | Production Tech | tope | | |
| Signature | m R. Liel | Date | | 9/10/2014 | A W | |
| | THIS SPACE FOR | R FEDERAL OR | STATE OFFICE | USE | 3/2//////////////////////////////////// | |
| percound by | | | Title | | ale XAMIIII | |
| oproved by enditions of approval, if any, are a rtify that the applicant holds legal nich would entitle the applicant to | or equitable title to those right | | Office BURI | KLSBAD FIE | JIV WILL | |
| le 18 U.S.C. Section 1001 and Title tes any false, fictitious or fraudul | e43 U.S.C. Section 1212, make i | it a crime for any person ns as to any matter within | knowingly and willfully its jurisdiction. | to make to any | y department or agency of the United | |
| Instructions on page 2) | | | | | | |

Harvey E. Yates Company December 03, 2015 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. 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 120315