UNITED STATES

| MOCE | FORM APPROVED OM B No. 1004-0137 Expires: March 31, 20 |
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| DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT | ULD |
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| | 5. Tease Serial No. 5. Nm-11118 |
| 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. | 6. If Indian, Allottee or Tribe Name |
| SUBMIT IN TRIPLICATE- Other instructions on reverse side. | 7. If Unit or CA/Agreement, Name and/or No. |
| Type of Well Gas Well Other Other | 8910180420 |
| | 8. Well Name and No. Young Deep Unit #06 |
| Name of Operator Harvey E. Yates Company | 9. API Well No. |
| PO BOX 1933 ROSWELL NM 88202-1933 3b. Phone No. finctude area code 575.623.6601 JAN 2 5 | 10. Field and Pool, or Exploratory Area |
| | Young; Bone Spring North |
| 660' FSL & 1980' FWL, Sec. 3 SESW, T18S, R32E | 11. County or Parish, State |
| | Lea, New Mexico |
| 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE | |
| TYPE OF SUBMISSION TYPE OF ACTION | |
| Acidize Deepen Production Notice of Intent Alter Casing Fracture Treat Reclamatic | (Start/Resume) Water Shut-Off |
| Subsequent Report Casing Repair New Construction Recomplete | [7] |
| Change Plans Plug and Abandon Temporari | y Abandon |
| Final Abandonment Notice Convert to Injection Plug Back Water Disp | oosal |
| | nd true vertical depths of all pertinent markers and zones, equired subsequent reports shall be filed within 30 days tion in a new interval, a Form 3160-4 shall be filed once extending, have been completed, and the operator has |
| | |
| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) | |
| Tanmy R. Link Title Production Tech | 1 ALPROVATA / |
| Signature Date Date | 02/27/2015 |
| THIS SPACE FOR FEDERAL OR STATE OFFI | CEUSEJAN 1 1 2016 |

Title

Approved by

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.

Office

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)

FED 0 1 2016

Matador Production Company January 11, 2016 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 011116