Form 3160-5 (June 2015).

UNITED STATES HOBBS OCD DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Hobbs NMNM113970

| | OMB NO. 1004-0137 |
|-----|--------------------------|
| i | Expires: January 31, 201 |
| - K | 45 Lease Serial No. |

| | SUNDRY NOTICES AND REPORTS ON WELLS |
|-----|---|
| DEC | 2 Do not use this form for proposals to drill or to re-enter an |
| | 2 700 plot use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. |

| NIVINIVITI 13970 | | | | | | | |
|--|--|--|--|--|--|--|--|
| 6. If Indian, Allottee or Tribe Name | | | | | | | |
| 7. If Unit or CA/Agreement, Name and/or No. | | | | | | | |
| 8. Well Name and No. MAMMOTH 1 FEDERAL 1H | | | | | | | |
| 9. API Well No. 30-025-43095-00-X1 | | | | | | | |
| 10. Field and Pool or Exploratory Area JABALINA | | | | | | | |

| RECEIVUBINITIN | 7. If Unit or CA/Agreement, Name and/or No. | | | | | | | |
|---|---|--|------------------|-------------------------|--------------------------|--|--|--|
| Type of Well | 8. Well Name and No. MAMMOTH 1 FEDERAL 1H | | | | | | | |
| Name of Operator BC OPERATING INCORPOR | 9. API Well No. 30-025-43095-00-X1 | | | | | | | |
| 3a. Address 3303 VETERANS AIRPARK L MIDLAND, TX 79710 | Field and Pool or Exploratory Area JABALINA | | | | | | | |
| 4. Location of Well (Footage, Sec., T | 11. County or Parish, State | | | | | | | |
| Sec 1 T26S R34E SESE 220F 32.065611 N Lat, 103.415891 | LEA COUNTY, NM | | | | | | | |
| 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | | | | | | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | | | |
| ☐ Notice of Intent | ☐ Acidize | ☐ Deepen ☐ Produc | | ion (Start/Resume) | ☐ Water Shut-Off | | | |
| Notice of Intent | ☐ Alter Casing | ☐ Hydraulic Fracturing | ☐ Reclama | ation | □ Well Integrity | | | |
| Subsequent Report | ☐ Casing Repair | ☐ New Construction ☐ Recomp | | lete | Other | | | |
| ☐ Final Abandonment Notice | ☐ Change Plans | ☐ Plug and Abandon | □ Tempor | arily Abandon | Drilling Operations | | | |
| | ☐ Convert to Injection | ☐ Plug Back | ☐ Water Disposal | | | | | |
| 13. Describe Proposed or Completed Ope | eration: Clearly state all pertine | nt details, including estimated starting | g date of any p | roposed work and approx | ximate duration thereof. | | | |

If the proposal is to deepen directionally or recomplete 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 recompletion 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.

7/25/2016: SPUD

9/25/2016: TEST CASING TO 8800 PSI. LOST 2 PSI IN 2 MINS. GOOD TEST

9/26/2016-10/1/2016: FRAC WELL

10/2/2016: CLEANOUT WITH COIL TUBING TO 13,743'

10/5/2016: COMMENCED FLOWBACK. WELL ON PRODUCTION.

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|--|--|--------|------------|-----|--------|-------|------------------|-----------|-----------------|----------|------|---|
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #360222 verified by the BLM Well Information System For BC OPERATING INCORPORATED, sent to the Hobbs Committed to AFMSS for processing by JENNIFER SANCHEZ on 12/13/2016 (17JAS0057SE) | | | | | | | | X | | | , | |
| Name (Printed/Typed) | SARAH PRESLEY | Title | REGULATORY | AN | JALY | ST | | | | | | |
| Signature | (Electronic Submission) | Date | 12/07/2016 | A | CC | EP/ | ED I | OR | REG | ORD | 1 | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | | | | 1 | | | | |
| Approved By | | Title | | | 1 | | | | Dat | M | | L |
| 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 | : | 7 | BUR | CARL | OF LAN SBAD F | DIAN | ACEME IFFICE | NT | / | |
| | I and Title 43 U.S.C. Section 1212, make it a crime for any pe or fraudulent statements or representations as to any matter w | | | o n | ake to | any o | departme | nt or age | ency of th | e United | i // | |

(Instructions on page 2)
** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **