

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Coronado Field Office

FORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018**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.***SUBMIT IN TRIPLICATE - Other instructions on page 2**

| | | |
|---|---|---|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMNM45706 |
| 2. Name of Operator ENDURANCE RESOURCES LLC | | 6. If Indian, Allottee or Tribe Name |
| Contact: TODD SUTER E-Mail: suterconsultants@gmail.com | | 7. If Unit or CA/Agreement, Name and/or No. NMNM135623 |
| 3a. Address 203 WEST WALL SUITE 1000 MIDLAND, TX 79701 | 3b. Phone No. (include area code) Ph: 575-748-1555 | Well Name and No. CORONADO 35 FEDERAL 1H |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 35 T25S R35E NWNW 90FNL 710FWL 32.053775 N Lat, 103.204045 W Lon | | 9. API Well No. 30-025-42575-00-S1 |
| | | 10. Field and Pool or Exploratory Area WC-025 G08 S2535340 |
| | | 11. County or Parish, State LEA COUNTY, NM |

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Hydraulic Fracturing | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Right of Way |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompletable 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 recompletable 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.

COG Operating LLC., respectfully requests to construct, operate, maintain, and reclaim a communications tower that is located on the Coronado 35 Federal No. 1H location. The Coronado Communication Tower will be located on the northwest corner of the location in section 26. The tower will be on a concrete base that will be 3 ft. in diameter and 7 ft. deep. The tower itself will be 60 ft. tall. The tower will be equipped with a Sierra Wireless modem, 4 Cambium AP radios and antennas and one 902928Mhx Omni antenna.

The communications tower will be all on the Coronado 35 Federal No. 1H location.

See attached maps and Details bulletin.

10/24/18

stipulations
attached.

Approved JAC No new surface disturbance, well approved under DOE-BLM-NM-1020-2015-0569-FA

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #396481 verified by the BLM Well Information System
For ENDURANCE RESOURCES LLC, sent to the Hobbs
Committed to AFMSS for processing by PRISCILLA PEREZ on 12/13/2017 (18PP0318SE)

| | |
|-----------------------------------|-----------------------------|
| Name (Printed/Typed) TODD SUTER | Title REGULATORY CONSULTANT |
| Signature (Electronic Submission) | Date 11/30/2017 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|---------------|-------------------|
| Approved By <i>Cody P. Layton</i> | Title AFM-LEN | Date 10/26/2018 |
| 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 <i>CPD</i> |

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)

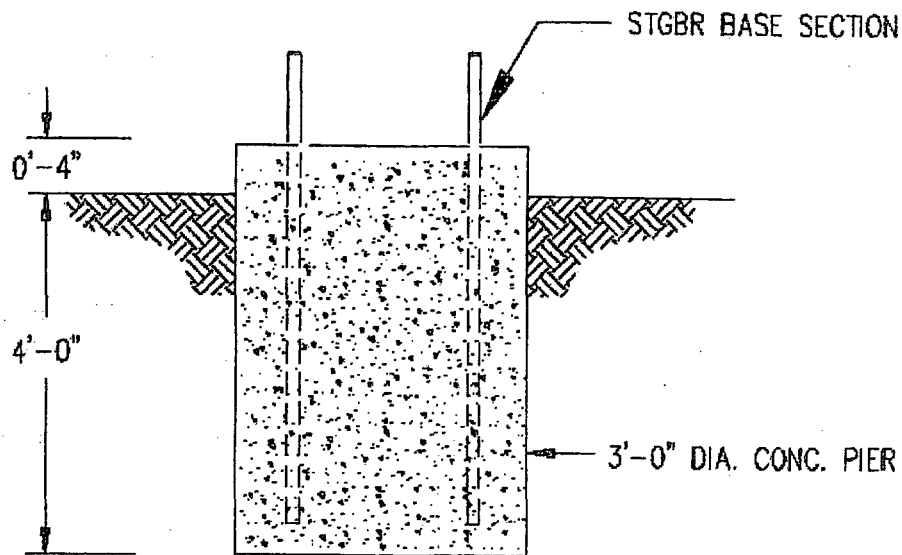
** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

MSS/ocd
11/8/2018

Foundation Details

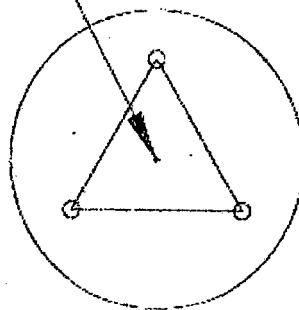
Assumes maximum frost depth of 4'

Cross-Section View



Top View

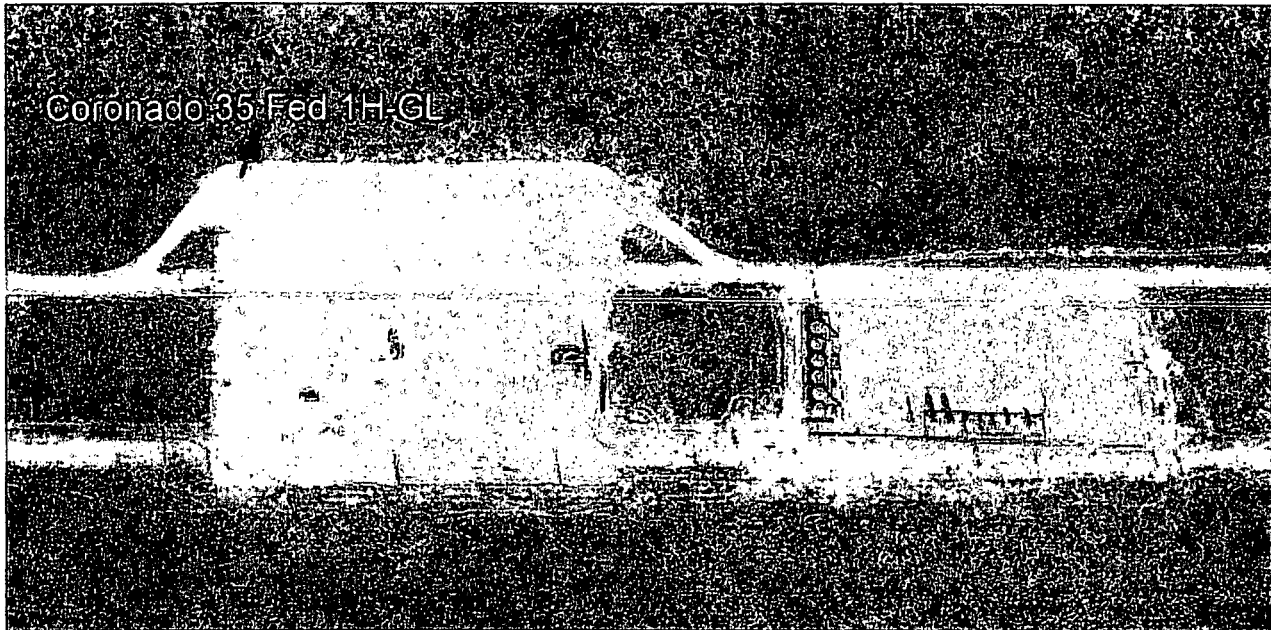
TOWER AXIS AND CENTRE OF PIER



All of these towers will be 60' Tylon freestanding communications towers. All towers will be installed on the existing pad. Each tower will be equipped with a Sierra Wireless Modem, 4 Cambium AP radios and antennas and one 902-928Mhz omni antenna. After the tower is built and we will work with electricians to run power to the equipment enclosure.

The base of the tower is 3' in diameter and 7' deep.

Coronado Fed Well – We will locate the tower on the northwest side of the well pad. The coordinates are 32.094409, -103.345154. There is a flag marking the spot of the tower.



D-35-255-35E



The Fascinator and Coronado towers will provide coverage to wells and batteries in the Top Hat field.

An aerial photograph showing a dark, textured landscape. A horizontal line, likely a power line or road, runs across the middle. A small, light-colored structure, identified as a communication tower, is situated on this line. A vertical line, possibly a road or boundary, runs down the left side. The image is grainy and has a high-contrast, black-and-white appearance.

Coronado Communication Tower

Hennin #26H
n #15H

BLM LEASE NUMBER: NMNM45706

COMPANY NAME: Endurance Resources LLC

ASSOCIATED WELL NAME: Coronado 35 Federal 1H

**STANDARD STIPULATIONS FOR COMMUNICATION SITES
IN THE CARLSBAD FIELD OFFICE, BLM**

A copy of the grant and attachments, including stipulations and map, will be on location during construction. BLM personnel may request to view a copy of your permit during construction to ensure compliance with all stipulations.

The holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer, BLM.

1. The authorization is conditioned upon the submission of a copy of an approved license and/or renewal license granted by the Federal Communications Commission (FCC) or the Interdepartmental Radio Advisory Committee (IRAC) for each electronic station installation authorized or future amendments of this authorization. A copy of the FCC or IRAC authorization shall be submitted within 90 days of issuance of this authorization or within 90 days following approval of an amendment to this authorization. Failure to submit the FCC or IRAC authorization copy within the time specified shall be grounds for termination of this authorization or cancellation of an amendment to this authorization. The Authorized Officer may grant an extension of up to 90 days, if requested in writing by the holder.
2. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant and for all response costs, penalties, damages, claims, and other costs arising from the provisions of the Resource Conservation and Recovery Act (RCRA), 42 U.S.C. Chap. 82, Section 6901 *et. seq.*, from the Comprehensive Environmental Response, Compensation and Liability Act (CERCLA), 42 U.S.C. Chap. 109, Section 9601 *et. seq.*, and from other applicable environmental statutes.
3. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976, as amended (15 U.S.C. 2601, *et. seq.*) with regard to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized by this grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, *etc.*) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation and Liability Act, Section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the Authorized Officer concurrent with the filing of the reports to the involved Federal agency or State government.
4. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive

Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, *et. seq.* or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, *et. seq.*) on the right-of-way (unless the release or threatened release is wholly unrelated to the right-of-way holder's activity on the right-of-way). This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

5. The holder and its sublessees shall at all times operate their radio-electronic equipment in such a manner as not to cause interference with radio-electronic operations of existing users in the vicinity. If such interference results from holder's or sublessee's operations, holder shall promptly, at its own AP2-9 APPENDIX 2 expense, modify the equipment and operations, or shut down if necessary to eliminate or reduce the interference to the satisfaction of the FCC, IRAC" and/or the Authorized Officer.

6. The holder shall notify the Authorized Officer of any intent to locate additional users within or upon their existing facilities, not less than 45 days prior to occupancy of holder's facilities. Information that must be included is:

- a. Name, current address, and phone number of the third party user(s).
- b. Expected date of occupancy.
- c. A photo or sketch of the type of antennas to be installed, as well as any other planned physical changes to the exterior facilities operated by the holder. If the proposed use is not specified in the original authorization shall be required.

7. No less than 45 days prior to occupancy of the holder's facility, the holder shall notify existing users within a 1-mile radius that the holder intends to accommodate a new communication user in its facility. Existing users can then file any comments pertaining to potential frequency or electromagnetic problems with the Federal Communications Commission, 1919 M Street NW, Washington, DC 20554, with a copy to the Authorized Officer.

8. The holder shall be responsible for the actions and operations of any third party users associated with this facility. All such use shall be subject to the applicable terms, conditions, and stipulations of this authorization.

9. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" designated by the Rocky Mountain Five-State Interagency Committee. The color selected for this project is **Slate Gray**, Munsell Soil Color Chart Number 5Y 6/1.

10. The holder shall post signs designating the BLM serial number assigned to this facility at the points of entry to and exit from the site. These signs shall be posted in a permanent, conspicuous manner, and shall be maintained in a legible condition for the term of the authorization.

11. The holder agrees to share road maintenance costs with all present and future users of the access road. At such future time as a Users Association for this communication site is formed, the holder shall join the Users Association and remain a member in good standing. Within 30 days of the creation of such Users Association the holder shall provide the authorized officer with evidence of membership. Failure of the holder to join the Users Association and remain a member in good standing shall constitute sufficient grounds for termination of this authorization.

12. If, during any phase of the construction, operation, maintenance, or termination of the site or related pipeline(s), any pollutant should be discharged from site facilities, the pipeline(s) or from containers or vehicles impacting public lands, the control and total removal, disposal, and cleanup of such pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the holder to control, dispose of, or clean up such discharge on or affecting public lands, or to repair all damages to public lands resulting there from, the Authorized Officer may take such measures as deemed necessary to control and cleanup the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve the holder of any liability or responsibility.

13. Sites shall be maintained in an orderly, sanitary condition at all times. Waste materials, both liquid and solid, shall be disposed of promptly at an appropriate, authorized waste disposal facility in accordance with all applicable State and Federal laws. "Waste" means all discarded matter including, but not limited to, human waste, trash, garbage, refuse, brines, chemicals, ashes, and equipment.

14. In those areas where erosion control structures are required to stabilize soil conditions, the holder shall install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound management practices. Any earth work will require prior approval by the Authorized Officer.

15. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

16. A sales contract for removal of mineral material (caliche, sand, gravel, fill dirt) from an authorized pit, site, or on location must be obtained from the BLM prior to commencing construction. There are several options available for purchasing mineral material: contact the BLM office (505-234-5972).

17. The area will be kept free of the following plant species: Malta starthistle, African rue, Scotch thistle, and saltcedar

Special Stipulations:

1. The holder shall label all equipment with the owner's name; transmitter frequency (ies); transmitting power outputs(s); and a current 24-hour phone contact number.
2. All above-ground structures, including dish antenna, and panel antennas other than the chain-link fence shall be painted by the holder to blend with the dominant natural color of the surrounding landscape within 60 days of installation. The color specified for this location is Standard Environmental Color "Slate Grey" (Munsell Soil Color Chart Number 5Y 6/1, and shall be flat, non-reflective finish. Any exception to this painting requirement for safety or other purposes must be reviewed and approved by the Authorized Officer in writing prior to implementation.