Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR HOBBS OCD BUREAU OF LAND MANAGEMEN OBBS OCD

FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMLC032579C

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or the reposals

spendoned well lise Form 3160-3 (APD) for such proposals

6. If Indian, Allottee or Tribe Name

| abandoned well. Use Form 3160-3 (APD) for such proposals. | | | | | | |
|--|----------------------------------|---|----------------|---|--|--|
| SUBMIT IN TRIPLICATE - Other instructions on RECEIVED | | | | 7. If Unit of CA/Agree | ment, Name and/or No. | |
| 1. Type of Well | | | | 8. Well Name and No. | n 110+0 | |
| Oil Well Gas V | | | | Carlson Harrison Federal Com.004 | | |
| 2. Name of Operator Special Energy Corporation | | | | 9. API Well No. 30-025-29358 | | |
| 3a. Address PO Drawer 369 | | 3b. Phone No. (include area code) | | 10. Field and Pool or Exploratory Area | | |
| Stillwater, OK 74076 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description | | (405) 377-1177 | | Jalmat;Tan-Yates-7-Rvrs 11. Country or Parish, State | | |
| Sec 22 T25S R37E 1650FSL 660 | | | Lea County, NM | | | |
| 12. CHE | CK THE APPROPRIATE B | OX(ES) TO INDICATE NATURI | OF NOTI | ICE, REPORT OR OTH | ER DATA | |
| TYPE OF SUBMISSION TYPE OF AC | | | | TION | | |
| Notice of Intent | Acidize Alter Casing | Deepen Hydraulic Fracturing | = | Production (Start/Resume) Water Shut-Off Reclamation Well Integrity | | |
| Subsequent Report | Casing Repair | New Construction | = | omplete | ✓ Other | |
| Final Abandonment Notice | Change Plans | Plug and Abandon Plug Back | = | Temporarily Abandon Water Disposal | | |
| | Convert to Injection | | | date of any proposed work and approximate duration thereof. If | | |
| | ons. If the operation results in | n a multiple completion or recomp | letion in a | new interval, a Form 31 | t be filed within 30 days following 60-4 must be filed once testing has been e operator has detennined that the site | |
| As required by 43 CFR 3100.0 | -5(a) and 43 CFR 3162.3, | we are notifying you of a chan- | ge of oper | rator on the above refe | renced lease. | |
| Special Energy Corporation, as the lease portion of the lease d | | l applicable terms, conditions, | stipulation | s, and restrictions con | cerning operations conducted on | |
| Special Energy Corporation me | eets federal bonding requi | rements as follows (43 CFR 31 | 04): | | | |
| BLM Bond File No.: NMB0011 Surety Bond No.: RLB0015342 | - | | • | | | |
| Effective Date: October 1, 2010 | SEE ATTACHED FOR | | | | | |
| Special Energy Corporation | | | C(| CONDITIONS OF APPROVAL | | |
| P.O. Drawer 369 Stillwater, OK 74076 | | 0 0 | | | | |
| ~ 0 | | // Cima | ex | • | | |
| | 10M5 () L | with 1: 34 | 125 | | | |
| 4. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Don Terry Operations Manager Title | | | | | | |
| Signature | | | | 07/06/2017 | | |
| | THE SPACE | FOR FEDERAL OR ST | ATE OF | ICE USEDDOVE | \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ | |
| Approved by | | | | TO SAFFROVE | <u></u> | |
| | | Title | | APR 3 0 2 | 9 49 | |
| Conditions of approval, if any, are attact certify that the applicant holds legallor of which would entitle the applicant to con- | quitable title to those rights | dock not wanted for in the subject lease Office | | | | |
| Title 18 U.S.C Section 1001 and Title 43 U.S.C Section 1212, make it a prime for any person knowingly and will the sweets to represent the united States | | | | | | |
| any false, actitious or fraudulent statem | ents or representations as to | any matter within its jurisdiction. | ,, and will | HUSWELL'HELIS | CALLED agency of the Office States | |
| (Instructions on page 2) | | / / | | | 1, , | |

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 043019