## 5. Lease Serial No. NMLC0029415A **BUREAU OF LAND MANAGEMENT** SUNDRY NOTICES AND EPORTS ON WELLS MOCD Allottee or Tribe Name 6. If Inv. Do not use this form for proposals to drill or to reabandoned well. Use Form 3160-3 (APD) for such profile bs 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 HOBBS OCD 1. Type of Well 8. Well Name and No. Partition 24 Federal HE #001H Oil Well Gas Well Other 9. API Well No. 30-025-44903 2. Name of Operator Mack Energy Corporation 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 3 a. Address P.O. Box 960, Artesia, NM 88210-0960 Fren; Glorieta-Yeso 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) I I. Country or Parish, State 1486 FNL 229 FWL, Sec 19 T17S R32E, Lot 2 Lea, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Deepen Production (Start/Resume) Water Shut-Off Acidize Notice of Intent Alter Casing Hydraulic Fracturing Reclamation Well Integrity Other Casing Repair New Construction Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back 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 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 perfonned 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.) As required by 43 CFR 3100.0-5(a) and 43 CFR 3162.3 we are notifying you of a change of operator on the above referenced lease. Mack Energy Corporation, as new operator, accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on the lease or portion of the lease described. Mack Energy Coporation meets Federal bonding requirements as follows (43 CFR 3104): SEE ATTACHED FOR CONDITIONS OF APPROVAL Bond Coverage: S/W BLM Bond File No.: NMB000286 The effective date of this change: 11/1/2018 14. I hereby certify that the foregoing is true any correct. Name (Printed/Typed) Deana/Weaver Title Production Clerk MALI Date Signature THE SPACE FOR FEDERAL OR STATE OFFICE USE Approved by APR 2 3 2019 Title Conditions of apploval, if any, are attached Approval of this notice for warrant or certify that the applicant holds legal or equitable title to these rights in the subject lease which Would entitle the applicant to conduct operations thereon. **BUREAU OF LAND MANAGEMENT** Office ROSWELL FIELD OFFICE Title/18 U.S.C Section 1001 and Title 43 U.S.C Section 1212, plake it a prime 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)

## 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.

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