Form 3160-5 (June 2015)

(Instructions on page 2)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Hobbs

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

5. Lease Serial No. NM03318
6. If Indian, Allottee or Tribe Name

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

abandoned well. U	lse Form 3160-3 (A	APD) for such proposa	is.			
SUBMIT IN TRIPLICATE - Other instructions on page 2				7. If Unit of CA/Agreement, Name and/or No.		
1. Type of Well Oil Well Gas Well Other				8. Well Name and No. Gulf Federal #1		
2. Name of Operator KEM Ventures, LP				9. API Well No. 30-025-07071		
3a. Address 515A S. Fry Road, Suite 406, Katy ,TX, 77450 3b. Phone No. (include area code) (213) 359-8906				10. Field and Pool or Exploratory Area Sawyer		
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) O Sec29 09S38E 660 FSL 1980 FEL				11. Country or Parish, State Lea, NM		
12. CHE	CK THE APPROPRIATE E	BOX(ES) TO INDICATE NATU	RE OF NOTI	CE, REPORT OR OTHE	ER DATA	
TYPE OF SUBMISSION		Т	TYPE OF AC	ΓΙΟΝ		
✓ Notice of Intent	Acidize Alter Casing	Deepen Hydraulic Fracturing	=	Production (Start/Resume) Water Shut-Off Reclamation Well Integrity		
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	Temp	Recomplete		
Final Abandonment Notice	Convert to Injection	n Plug Back	Wate	Water Disposal		
is ready for final inspection.) This is notification that KEM Ve	ntures, LP is taking over ator, accepts all applical e No.: NMB001671 /1/2019 s, Inc. (371846)	HOBBS OCCIDIATION OF THE PROPERTY OF THE PROPE	ons and restr	ictions concerning ope	e operator has detennined that the site erations conducted on this lease,	
Wei Fan	It de and corresponding (7	Title CEO				
Stenature	which X	Date		5/14/201	9	
	THE SPAC	EFOR FEDERAL OR	STATE OF	ICE USE		
Approved by		Title		JUN 1 7 2	019 ate	
Conditions of approval, if any, are attact certify that the applicant holds legal or owhich would entitle the applicant to cor-	quitable title to those in the	does not warrant of is, in the subject lease Office	BUR	EAU OF LAND MA		
Title 18 U.S.C Section 1001 and Title 4 any false, fictitious or fraudulent statem	3 U.S.C Section 1212, makents or representations as to	te it a crime for any person know to any matter within its jurisdiction	ringly and will			

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.
- 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 061719