Form 3160-5 (September 2001) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT			FORM APPROVED OM B No. 1004-0135 Expires: January 31, 2004 5. Lease Serial No. NMNM0467931 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.											
	IPLICATE- Other instr	ructions on reverse	e side.	7. If Unit or (	CA/Agreement, Name and/or No						
<ol> <li>Type of Well         Oil Well         Gas Well         Other     </li> <li>Name of Operator         Memorial Production Operating LLC     </li> </ol>				8. Well Name and No. FEDERAL R #002 9. API Well No.							
						3a. Address       3b. Phone No. (include area code)         1301 McKinney Street; Suite 2100, Houston, Texas 77010       3b. Phone No. (include area code)         713-588-8300         4. Location of Well (Footage, Sec., T., R., M., or Survey Description)         SEC 10 T17S R30E         330' FNL & 330' FEL				30-015-04170         10. Field and Pool, or Exploratory Area         Square Lake; Grayburg-San Andree         11. County or Parish, State         EDDY COUNTY, NEW MEXICO	
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATURE	OF NOTICE, R	EPORT, OR	OTHER DATA						
TYPE OF SUBMISSION		ТҮРЕ	OF ACTION								
Notice of Intent	Acidize	Deepen Fracture Treat	Production (St	art/Resume)	Water Shut-Off Well Integrity						
Subsequent Report	Casing Repair	New Construction	Recomplete	l Dandon	✓ Other Operator Name Change						
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal								
testing has been completed. Fi	inal Abandonment Notices shall be	results in a multiple complet		in a new interval,	a Form 3160-4 shall be filed on completed, and the operator has						
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## BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Effective 10/1/2013 Bond NMB001131

## 2/6/2014 Approved subject to Conditions of Approval. JDB Operator By Merger 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. If not in place acquire operating rights on this lease within 30 days with BLM office in Santa Fe, NM.