

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) within 90 days.
2. Submit for approval of water disposal method within 60 days, if changes have been made from previously approved disposal method.
3. Review facility diagram on file, and submit updated facility diagrams, as per Onshore Order #3 within 60 day.
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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Form 3160-5
(June 2015)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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.

5. Lease Serial No. Multiple

6. If Indian, Allottee or Tribe Name
Multiple7. If Unit of CA/Agreement, Name and/or No.
Multiple

8. Well Name and No. Multiple

9. API Well No. Multiple

10. Field and Pool or Exploratory Area
Multiple11. Country or Parish, State
United States of America, New Mexico**SUBMIT IN TRIPLICATE - Other instructions on page 2**

1. Type of Well

☐ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator Saguaro Petroleum, LLC

3a. Address 15 Smith Rd., Ste. 3002
Midland, TX 797053b. Phone No. (include area code)
(432) 528-52894. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Multiple

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

TYPE OF SUBMISSION

☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice

TYPE OF ACTION

☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Hydraulic Fracturing☐ New Construction☐ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☒ Other

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 recompleate 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 recompleation 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.)

This is notification that Saguaro Petroleum, LLC (373933) is taking over operations of the above well. Saguaro Petroleum, LLC (373933), as the new operator, accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on this lease or portion of lease described.

Bond Coverage: BLM Bond File No.: NMB001624

Change of Operator: Effective November 1, 2023

Former Operator: Seguro Oil and Gas, LLC (372066)

8. Relat.
President
SEGURO OIL & GAS

See Conditions of Approval

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Zayman J. Villegas

Engineering & Business Manager

Title

Signature

Zayman Julio Villegas

Date

11/07/2023

THE SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Petroleum Engineer

Title

03/12/2024

Date

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 RFO

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)

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment. If the proposal will involve **hydraulic fracturing operations**, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c) and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

Additional Information**Batch Well Data**

WEST SQUARE LAKE 35 FED G 1, US Well Number: 3001545530, Case Number: NMLC063926, Lease Number: NMLC063926,
Operator:SEGURO OIL AND GAS LLC

WEST SQUARE LAKE 33 FED P 1, US Well Number: 3001545527, Case Number: NMLC060325, Lease Number: NMLC060325,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 7, US Well Number: 3001503937, Case Number: NMNM71065X, Lease Number: NMLC063926,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 2, US Well Number: 3001503963, Case Number: NMNM71065X, Lease Number: STATE,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 2, US Well Number: 3001503967, Case Number: NMNM71065X, Lease Number: NMLC060325,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 4, US Well Number: 3001503969, Case Number: NMNM71065X, Lease Number: NMLC060325,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 7, US Well Number: 3001503972, Case Number: NMNM71065X, Lease Number: NMLC063926,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 9, US Well Number: 3001503974, Case Number: NMNM71065X, Lease Number: NMNM02425,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 11, US Well Number: 3001503977, Case Number: NMNM71065X, Lease Number: NMNM02425,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 12, US Well Number: 3001503978, Case Number: NMNM71065X, Lease Number: NMNM02425,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 2, US Well Number: 3001503981, Case Number: NMNM71065X, Lease Number: NMNM02427,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 4, US Well Number: 3001503983, Case Number: NMNM71065X, Lease Number: NMNM02427,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 1, US Well Number: 3001503984, Case Number: NMNM71065X, Lease Number: NMNM02427,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 4, US Well Number: 3001503987, Case Number: NMNM71065X, Lease Number: NMNM02427,

Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 3, US Well Number: 3001503990, Case Number: NMNM71065X, Lease Number: NMNM02427,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 6, US Well Number: 3001503993, Case Number: NMNM71065X, Lease Number: NMNM02427,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 7, US Well Number: 3001503994, Case Number: NMNM71065X, Lease Number: NMNM02427,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 17, US Well Number: 3001503996, Case Number: NMNM71065X, Lease Number: NMLC063926,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 5, US Well Number: 3001504001, Case Number: NMNM71065X, Lease Number: NMLC063926,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 6, US Well Number: 3001504002, Case Number: NMNM71065X, Lease Number: NMLC063926,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 10, US Well Number: 3001504007, Case Number: NMNM71065X, Lease Number: NMLC063926,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 15, US Well Number: 3001504012, Case Number: NMNM71065X, Lease Number: NMLC063926,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 8, US Well Number: 3001504024, Case Number: NMNM71065X, Lease Number: STATE,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 10, US Well Number: 3001504026, Case Number: NMNM71065X, Lease Number: STATE,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 9, US Well Number: 3001504032, Case Number: NMNM71065X, Lease Number: NMNM02427,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 3, US Well Number: 3001504075, Case Number: NMNM71065X, Lease Number: NMNM02425,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 13, US Well Number: 3001504081, Case Number: NMNM71065X, Lease Number: NMLC060325,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 14, US Well Number: 3001504082, Case Number: NMNM71065X, Lease Number: NMLC060325,
Operator:SEGURO OIL AND GAS LLC

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W SQUARE LAKE 15, US Well Number: 3001504083, Case Number: NMNM71065X, Lease Number: NMLC060325,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 16, US Well Number: 3001504084, Case Number: NMNM71065X, Lease Number: NMLC060325,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 13, US Well Number: 3001504085, Case Number: NMNM71065X, Lease Number: NMNM02425,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 15, US Well Number: 3001504087, Case Number: NMNM71065X, Lease Number: NMNM02425,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 11, US Well Number: 3001510344, Case Number: NMNM71065X, Lease Number: NMNM02427,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 5, US Well Number: 3001524197, Case Number: NMNM71065X, Lease Number: STATE,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 5, US Well Number: 3001524198, Case Number: NMNM71065X, Lease Number: STATE,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 6, US Well Number: 3001524199, Case Number: NMNM71065X, Lease Number: STATE,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 12, US Well Number: 3001525335, Case Number: NMNM71065X, Lease Number: STATE,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 7, US Well Number: 3001525368, Case Number: NMNM71065X, Lease Number: NMLC063926,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 8, US Well Number: 3001525417, Case Number: NMNM71065X, Lease Number: NMLC063926,
Operator:SEGURO OIL AND GAS LLC

W SQUARE LAKE 9, US Well Number: 3001525418, Case Number: NMNM71065X, Lease Number: NMLC063926,
Operator:SEGURO OIL AND GAS LLC

West Square Lake Unit Tract 14 30-015-45528 per email conversation with Donna Sturdivant 01/30/2024

(Form 3160-5, page 5)

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 310700

CONDITIONS

Operator: SEGURO OIL AND GAS, LLC 407 N Big Spring St, Ste 215 Midland, TX 79702	OGRID: 372066
	Action Number: 310700
	Action Type: [C-103] Sub. General Sundry (C-103Z)

CONDITIONS

Created By	Condition	Condition Date
dmcclure	ACCEPTED FOR RECORD ONLY; Approval of change of operator by the Division shall be accomplished via the applicant filing a [C-145] EP Change of Operator (ChangeOp); In addition to this sundry, please submit the BLM approval via email to OCD.AdminComp@emnrd.nm.gov	3/13/2024