Form 3160-5 (March 2012)

UNITED STATES (DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

OCD Artesia

FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2014

5. Lease Serial No.

6. If Indian, Allottee or Tribe Name

NM 32636

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. AMOCO FEDERAL 11 1. Type of Well 8. Well Name and No. Oil Well Gas Well 9. API Well No. 30-015-22975 2. Name of Operator VANGUARD PERMIAN LLC 3a. Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area P O BOX 1570 281 HIGHWAY 248 EUNICE, NM 88231 E LOVING BRUSHY CANYON 575-393-2727 4. Location of Well (Footage, Sec., T.R.M., or Survey Description) 11. County or Parish, State EDDY COUNTY NEW MEXICO UNIT I SEC 11 T23S R28E 1980/S & 990/E 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off ✓ Notice of Intent Alter Casing Fracture Treat Well Integrity Reclamation Other CHANGE OF Casing Repair New Construction Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Plug Back Final Abandonment Notice Convert to Injection 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. 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 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 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.) THIS IS NOTIFICATION THAT VANGUARD PERMIAN LLC HAS ACQUIRED THE ABOVE WELL/PROPERTY FROM RANGE OPERATING NEW MEXICO PER NTL89, VANGUARD PERMIAN LLC ACCEPTS ALL APPLICABLE TERMS, CONDITIONS; STIPULATON AND RESTRICTONS CONCERING OPERATIONS CONDUCTED ON THE LEASE LAND OR PORTION THEREOF. BOND COVERAGE: BLM BOND NO: NMBOOO811 & NMNM000761 RECEIVED CHANGE OF OPERATOR EFFECTIVE: 4-1-13 (PER OCD SIGNATURE APPROVAL) MAR 3 1 2014 FORMER OPERATOR: RANGE OPERATING NEW MEXICO LLC (ORGID #227588) ACQUIRING OPERATOR: VANGUARD PERMIAN LLC (ORGID #258350) ARTESIA LATTACHIED FOR NMOGP SUBJECT TO LIKE CONDITIONS OF APPROVAL APPROVAL BY STATE 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) **GAYE HEARD** Title AGENT Date 01/28/2014 Signature THIS SPACE FOR FEDERAL OR STATE OF Approved by Title Date Conditions of approval, if any are attached. Approval of this notice soes not warrant or certife that the applicant holds legal or equitable title to those rights in the subject lease which would re attached. Approval of this notice does not warrant or certify

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,

entitle the applicant to conduct operations thereon.

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Effective 4/1/2013
Bond NMB000811 and NMB000761

3/25/2014 Approved subject to Conditions of Approval. JDB 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
- 16. 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.