Artesia

Form 3160-5 (June 2015)

(Instructions on page 2)

UNITED STATES DEPARTMENT OF THE INTERIOR

	FORM (APPRO)V	ED	
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BUREAU OF LAND MANAGEMENT 5. Lease Serial No. LC061581 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Affortee or Tribe Name 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 1. Type of Well 8. Well Name and No. Gulf Chapman Federal 2 Oil Well Gas Well 2. Name of Operator Vintage Drilling LLC 9. API Well No. 30-015-23285 3n. Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area P.O. Box 248, Artesia, NM 88211-0248 (575) 365-8886 Brushy Draw; Defaware 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 11. Country or Parish, State Sec 24 T26\$ R29E 990' FSL & 1650' FWL Eddy County, New Mexico 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 After Casing Hydraufic Fracturing Well Integrity Reclamation Casing Repair New Construction Other 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 perfounded 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 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.) API No: 30-015-23285 As required by 43 CFR 3100.0-5(A) and 43 CFR 3162.3, we are notifying you of change of operator on the above referenced well. Vintage Drilling LLC as new operator, accepts all applicable terms, conditions, stipulations, and restrictions concerning operation conducted on this lease or portion of lease described. Vintage Drilling LLC meets federal bonding requirements (43 CFR 3104) \$25,000.00 statewide bond coverage BLM Bond-No: NMB0000372-The effective date of this change is November 1, 2015. **NM OIL CONSERVA** ARTESIA DISTRICT SEE ATTACHED FOR NTERED MAR 1 4 2016 **AFMSS** CONDITIONS OF APPROVAL 14. I hereby certify that the foregoing is true and collect. Name the most report Secretary Marie Durham Title Signature THE SPACE FOR FEDERAL OR STATE OFICE USE Approved by Title 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 Office which would entitle the applicant to conduct operations thereon. Title 18 U.S.C Section 1801 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 Vinted States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Vintage Drilling LLC January 22, 2016 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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