Form 3160-5 (June 2015)

# Artesia **UNITED STATES**

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

### **SUNDRY NOTICES AND REPORTS ON WELLS**

BUREAU OF LAND MANAGEMENT			5, Lease Serial I	5, Lease Serial No. NMNM 54388	
Do not use this		ORTS ON WELLS to drill or to re-enter an APD) for such proposals.	6 Il Indian, Allo	ntee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on page 2			7. If Unit of CA	7. If Unit of CA/Agreement, Name and/or No	
1. Type of Well *				NM-72351	
Oil Well Gas Well Other				8. Well Name and No. See Attached List	
2. Name of Operator Vanguard Operating, LLC				9. API Well No See Attached List	
3a. Address         5847 San Felipe, Suite 3000 Houston, Texas 77057         3b. Phone No. (include area code) (832) 377-2243			10. Field and Po	10. Field and Pool or Exploratory Area	
				PECOS SLOPE, ABO	
4. Location of Well (Footage, Sec., T.R., M., or Survey Description)			11. Country or P	11. Country or Parish, State	
- See Attached List				CHAVES, NM	
12. CHE	CK THE APPROPRIATE E	OX(ES) TO INDICATE NATURE O	OF NOTICE, REPORT OF	COTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION '				
Notice of Intent	Acidize Alter Casing	Deepen Hydraulic Fracturing	Production (Start/Rest	me) Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair Change Plans	New Construction [ Plug and Abandon [	Recomplete Temporarity Abandon	<b>✓</b> Other	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal		
the proposal is to deepen directions the Bond under which the work wit completion of the involved operation	ally or recomplete horizontal If be perfonned or provide the ons. If the operation results i	ly, give subsurface locations and mea e Bond No. on file with BLM/BIA. I n a multiple completion or recomple	asured and true vertical de Required subsequent repor tion in a new interval, a Fo	ed work and approximate duration thereof. If pths of all pertinent markers and zones. Attach its must be filed within 30 days following orm 3160-4 must be filed once testing has been and the operator has determined that the site	
restrictions concerning operation Bond Coverage: BLM Bond Fi	new operator, accepts all a ons conducted on this leas le No. NMB000797, Suret Office: BLM Bond File No October 5, 2015	applicable terms, conditions, stipuse or portion of lease described.	•	MAY 0 9 2016	

SEE ATTACHED FOR Accepted for record **CONDITIONS OF APPROVAL** MMOCD A

Executive Vice President, Operations Title		
ate 10.5. 2015		
RAL OR STATE OFICE USE		
TIRETROLEUM ENGINEER Date MAR 2 5 2016		
Office ROSWELL FIELD OFFICE		

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.

# ATTACHMENT TO LEASE SERIAL NO. NMNM 54388

191619-500-021

## Vanguard Operating, LLC 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.
- 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.