NM OIL CONSERVATION

ARTESIA DISTRICT

| DEC 2 2 2016 | | | | | |
|--|--|------------------------------|---|------------------------------------|--|
| Form 3160-5 (August 2007) | UNITED STATES | | FO | FORM APPROVED OMB No. 1004-0137 | |
| DEI | PARTMENT OF THE INTERIO EAU OF LAND MANAGEMEN | | Ex 5. Lease Serial No. | pires: July 31, 2010 | |
| SUNDRY NOTICES AND REPORTS ON WE | | - | LC 028936-C | //·// | |
| | form for proposals to drill or | 6. If Indian, Allottee or | Tribe Name | | |
| abandoned well. Use Form 3160-3 (APD) for such proposals. | | | | | |
| SUBMIT IN TRIPLICATE – Other instructions on page 2. | | | 7. If Unit of CA/Agree | ment, Name and/or No. | |
| I. Type of Well | | | 8. Well Name and No. | | |
| 2 Name of Operator | | | FEDERAL S 9. API Well No. | 9. API Well No. SEE BELOW | |
| 3a. Address | No. (include area code) | | | | |
| Jallas, TX 75252 Joint Tours 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) | | | 28509 - GRAYBURG JACKSON; SR-Q-G-SA 11. Country or Parish, State | | |
| 4. Location of Well (Poolage, Sec., 7., SEE BELOW | | EDDY, NM | | | |
| 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA | | | | | |
| TYPE OF SUBMISSION | TYPE OF SUBMISSION TYPE OF ACTION | | | | |
| Notice of Intent | | eepen | Production (Start/Resume) | Water Shut-Off | |
| - | | racture Treat | Reclamation Recomplete | Well Integrity Other | |
| Subsequent Report | | lug and Abandon | Temporarily Abandon | Change of Operator | |
| Final Abandonment Notice | Convert to Injection | lug Back | Water Disposal | | |
| 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.) Effective June 1, 2016, Rover Operating, LLC is the operator of the above federal lease(s). Rover Operating, LLC assumes responsibility of this lease and will operate according to federal guidelines. Change of Operator from: ALAMO PERMIAN RESOURCES, LLC. (OGRID 274841) 415 W. WALL STREET, SUITE 500 Middand, TX 79701 | | | | | |
| to: ROVER OPERATING, LLC. (OGRID 371484) 13727 NOEL ROAD, SUITE 200 Dallas, TX 75240 | | | ATTACHED FOR | { | |
| Bond Coverage: BLM Bond File No. | CONE | CONDITIONS OF APPROVAL | | | |
| FEDERAL S #002 30-015-04372 F 28 17S 30E Oil FEDERAL S #003 30-015-04373 C 28 17S 30E Oil FEDERAL S #004 30-015-04374 F 28 17S 30E Oil FEDERAL S #006 30-015-20147 K 28 17S 30E Oil FEDERAL S #007 30-015-31953 C 28 17S 30E Oil | | | | | |
| 14. I hereby certify that the foregoing is the | rue and correct. Name (Printed/Typed) | | | | |
| - Amanda Barnnger | | Title REGULATOR | Title REGULATORY AFFAIRS COORDINATOR | | |
| Signature Mandel | burnas | Date 12/14 | 4/16 | APPROVED | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | |
| Approved by Charles | s Nimmer | PETROL | EUM ENGINEER | DEC 1 5 2016 | |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or of that the applicant holds legal or equitable title to those rights in the subject lease which we entitle the applicant to conduct operations thereon. | | or certify 1 would Office | | BUREAU OF LAND MANAGEMENT | |
| 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 agents of the section 1212, make it a crime for any person knowingly and willfully to make to any department or agents of the section 1212, make it a crime for any person knowingly and willfully to make to any department or agents. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agents. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agents. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agents. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agents. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agents. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agents. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agents. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agents. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agents. Section 1212, make it a crime for any person knowingly and willfully to make to any department. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agents. Section 1212, make it a crime for any person knowingly and will be any department. Section 1212, make it a crime for any person knowingly and will be any department. Section 1212, make it a crime for any department of the any | | | | | |

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(Instructions on page 2)

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BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE 620 E. Greene St Carlsbad, NM 88220 Ph: (575) 234-5972

Conditions of Approval for Change of Operator

- 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 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.