

# NMOCD Artesia

Form 3160-5  
(June 2015)

## 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**  
**Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.**

**SUBMIT IN TRIPLICATE - Other instructions on page 2**

|  |  |
|--|--|
| <b>1. Type of Well</b><br><input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | <b>5. Lease Serial No.</b><br>8910087730                                 |
| <b>2. Name of Operator</b><br>Permex Petroleum Company, LLC  | <b>6. If Indian, Allottee or Tribe Name</b>                              |
| <b>3a. Address</b> P. O. Box 1612<br>Roswell, NM 88202-1612  | <b>7. If Unit of CA/Agreement, Name and/or No.</b>                       |
| <b>3b. Phone No. (include area code)</b><br>(604) 259-2525   | <b>8. Well Name and No.</b> West Henshaw Premier Unit                    |
| <b>4. Location of Well (Footage, Sec., T., R., M., or Survey Description)</b><br>See Attached Listing                        | <b>9. API Well No.</b> See attached listing                              |
|  | <b>10. Field and Pool or Exploratory Area</b><br>Henshaw, Grayburg, West |
|  | <b>11. Country or Parish, State</b><br>Eddy County, NM                   |

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

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |   |  |   |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen               | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off   |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Hydraulic Fracturing | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity   |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction     | <input type="checkbox"/> Recomplete                | <input checked="" type="checkbox"/> Other |
|  | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon     | <input type="checkbox"/> Temporarily Abandon       |   |
|  | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back            | <input type="checkbox"/> 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 recomple 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 Permex Petroleum Company, LLC is taking over operations of these wells.

As New Operator, Permex Petroleum Company, LLC accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on this lease or portion of lease described.

BLM Bond #NMB001499 Statewide Cash Bond \$25,000.00 effective August 18, 2017

Change of Operator from Nordstrand Engineering, Inc. to Permex Petroleum Company, LLC effective 9/1/2017

Accepted for record - NMOCD

NM OIL CONSERVATION  
ARTESIA DISTRICT

APR 03 2018

SEE ATTACHED FOR  
CONDITIONS OF APPROVAL

|  |  |                        |
|--|--|------------------------|
| <b>14. I hereby certify that the foregoing is true and correct. Name</b> <u>Mehran Ehsan</u> |  | <b>RECEIVED</b>        |
| <b>Signature</b>   |  | <b>Title</b> President |
|  |  | <b>Date</b> 12/01/2017 |

**THE SPACE FOR FEDERAL OR STATE OFFICE USE**

|  |  |
|--|--|
| <b>Approved by</b>   | <b>APPROVED</b><br><br><b>MAR 27 2018</b><br><br>BUREAU OF LAND MANAGEMENT |
| <b>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.</b> | <b>Title</b>   |
|  | <b>Office</b>  |

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

(Instructions on page 2)

## Attachment to 3160-5 SUNDRY NOTICE

PERMEX PETROLEUM

COMPANY, LLC

## LIST OF WELLS IN WEST HENSHAW PREMIER UNIT

| Well Name  | Distance To LL      | ULSTR         | OCD Unit Letter | API          | Well Type | Measured Depth |
|--|---------------------|---------------|-----------------|--------------|-----------|----------------|
| EST HENSHAW PREMIER UNIT #001B<br>Henshaw TR3 1    | 3300 FSL & 660 FEL  | 16-03-16S-30E | H               | 30-015-03833 | O         | 2958           |
| EST HENSHAW PREMIER UNIT #001T<br>Henshaw TR11 1   | 3300 FSL & 660 FWL  | M-04-16S-30E  | M               | 30-015-03853 | I         | 2844           |
| EST HENSHAW PREMIER UNIT #002L<br>Henshaw TR11 2   | 2970 FSL & 1650 FEL | 15-04-16S-30E | G               | 30-015-03854 | O         | 2881           |
| EST HENSHAW PREMIER UNIT #003A<br>Henshaw TR15 3   | 1345 FSL & 660 FWL  | 5-02-16S-30E  | T               | 30-015-27273 | O         | 2985           |
| EST HENSHAW PREMIER UNIT #003B<br>Henshaw TR2 3    | 3322 FNL & 1980 FEL | 10-03-16S-30E | B               | 30-015-03836 | O         | Unknown        |
| EST HENSHAW PREMIER UNIT #003X<br>W. Henshaw TR6 3 | 1980 FNL & 660 FWL  | 12-03-16S-30E | D               | 30-015-03842 | O         | 2820           |
| EST HENSHAW PREMIER UNIT #003Z<br>Henshaw TR1 3    | 660 FSL & 660 FWL   | M-04-16S-30E  | M               | 30-015-03861 | I         | Unknown        |
| EST HENSHAW PREMIER UNIT #004<br>Henshaw TR11 4    | 1980 FSL & 660 FEL  | I-04-16S-30E  | I               | 30-015-03854 | I         | Unknown        |
| EST HENSHAW PREMIER UNIT #004M<br>W. Henshaw TR1 4 | 2970 FSL & 2310 FWL | N-04-16S-30E  | N               | 30-015-03852 | I         | 2860           |
| EST HENSHAW PREMIER UNIT #004Z<br>Henshaw TR4 4    | 1980 FSL & 660 FWL  | L-04-16S-30E  | L               | 30-015-03862 | O         | 2782           |
| EST HENSHAW PREMIER UNIT #010                      | 990 FSL & 995 FEL   | P-03-16S-30E  | P               | 30-015-03847 | O         | Unknown        |
| EST HENSHAW PREMIER UNIT #105                      | 1310 FSL & 1310 FWL | M-04-16S-30E  | M               | 30-015-31377 | O         | 2936           |
| EST HENSHAW PREMIER UNIT #106                      | 1310 FSL & 2590 FEL | O-04-16S-30E  | O               | 30-015-31378 | O         | 2969           |
| EST HENSHAW PREMIER UNIT #107                      | 1310 FSL & 360 FWL  | M-04-16S-30E  | M               | 30-015-31493 | O         | 2914           |

more on next page

NMLC060398 300150386000S1 W Henshaw TR1 2 ABD NM ✓

NMLC069641 300150384100S1 W Henshaw TR6 2 ABD NM ✓

NMLC069641 300150384500S1 W Henshaw TR6 6 ABD NM ✓

NMLC069641 300150384600S1 W Henshaw TR9 9 ABD NM ✓

NMNM06407B 300150385700S1 W Henshaw TR9 1 ABD NM ✓

NMLC069465 300150383200S1 W Henshaw TR5 3 ABD NM ✓

NMNM71058X 300150381800S1- W Henshaw TR15 1 POW NM ✓

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.