NMOCD Artesia

Form 31/60-5 (June 2015)

(Instructions on page 2)

UNITED STATES

FORM APPROVED OMB No. 1004-0137

Expires: January 31, 2018 DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 5. Lease Serial No. 8910087730 **SUNDRY NOTICES AND REPORTS ON WELLS** 6. If Indian, Allottee 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. West Henshaw Premier Unit Oil Well Gas Well Other 2. Name of Operator Permex Petroleum Company, LLC 9. API Well No. See attached listing 3a. Address P. O. Box 1612 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area Roswell, NM 88202-1612 (604) 259-2525 Henshaw; Grayburg, West 4. Location of Well (Footage, Sec., T.R., M., or Survey Description) 11 Country or Parish, State See Attached Listing Eddy County, NM 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 Hydraulic Fracturing Reclamation Well Integrity Casing Repair **New Construction** Recomplete **✓** Other 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 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 detennined 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 RANGE OIL CONSERVATION ARTESIA DISTRICT SEE ATTACHED FOR CONDITIONS OF APPROVAL APR 03 2018 14. I hereby certify that the foregoing is true and correct. Name (# page 47) per 1 President Mehran Ehsan Title 12/01/201 Signature Date THE SPACE FOR FEDERAL OR STATE OF CE U 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 which would entitle the applicant to conduct operations thereon. Title 18 U.S.C Section 1001 and Title 43 U.S.C Section 1212, make it a crime for any person knowingly and any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Attachment to 3160-5 SUNDRY NOTICE PERMEX PETROLEUM COMPANY, LLC

LIST OF WELLS IN WEST HENSHAW PREMIER UNIT

			OCD Unit		Well	
Well Name	Distance To LL	ULSTR	Letter	API	Type	Measured Depth
THENSHAW PREMIER UNIT #001B	3300 FSL & 660 FEL	16-03-16S-30E	H	30-015-0383	} - 0	2958
ST HENSHAW PREMIER UNIT #001T	3300 FSL & 660 FWL	M-04-16S-30E	M	30-015-0385	3 1	2844
ST HENSHAW PREMIER UNIT #002L	2970 FSL & 1650 FEL	15-04-16S-30E	G	30-015-0385	9 0	2881
ST HENSHAW PREMIER UNIT #003A	1345 FSL & 660 FWL	5-02-16S-30E	T	30-015-2727	3 0	2985
THENSHAW PREMIER UNIT #003B	3322 FNL & 1980 FEL	10-03-16S-30E	В	30-015-0383	0	Unknown
EST HENSHAW PREMIER UNIT #003X	1980 FNL & 660 FWL	12-03-16S-30E	D	30-015-0384	Q 0	2820
FHENSHAW PREMIER UNIT #003Z	660 FSL & 660 FWL	M-04-16S-30E	M	30-015-0386	. 1	Unknown
THENSHAW PREMIER UNIT #004	1980 FSL & 660 FEL	1-04-16S-30E	ı	30-015-0385	e ,1	Unknown
ST HENSHAW PREMIER UNIT #004M	2970 FSL & 2310 FWL	N-04-16S-30E	N	30-015-0385	Q 1	2860
THENSHAW PREMIER UNIT #004Z	1980 FSL & 660 FWL	L-04-16S-30E	L	30-015-0386	२०	2782
EST HENSHAW PREMIER UNIT #010	990 FSL & 995 FEL	P-03-16S-30E	P	30-015-0384	70	Unknown
EST HENSHAW PREMIER UNIT #105 /	1310 FSL & 1310 FWL	M-04-16S-30E	M	30-015-3137	70	2936
EST HENSHAW PREMIER UNIT #106 /	1310 FSL & 2590 FEL	O-04-16S-30E	0	30-015-3137	3 0	2969
EST HENSHAW PREMIER UNIT #107 /	1310 FSL & 360 FWL	M-04-16S-30E	М	30-015-3149	30	2914

more on next page

NMLC060398	300150386000S1	W Henshaw TR1	2 ABD	NM
NMLC0169641	300150384100S1	W Henshaw TR6	2 ABD	NM /
NMLC069641		W Henshaw TR6		
NMLC069641		W Henshaw TR9		
NMNM06407B	300150385700S1	W Henshaw TR9	1 ABD	NM Ø
NMLC069465	•	W Henshaw TR5		NM /
NMNM71058X	300150381800\$1	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.