Form 3160-5 (June 2015)

(Instructions on page 2)

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

Artesia

5. Lease Serial No. NMLC068960

Do not use thi	s form for proposals to dri	Il or to re-ent	ran	· cosia				
abandoned well. Use form 3160-3 (APD) for such proposals.					6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well					8. Well Name and No.			
☑ Oil Well ☐ Gas Well ☐ Other					BLUETAIL 8 FEDERAL 1			
2. Name of Operator Contact: LUPE CARRILLO PERCUSSION PETROLEUM OPERATINGil: Lupe@percussionpetroleum.com					9. API Well No. 30-015-38653			
3a. Address 919 MILAM STREET SUITE 2 HOUSTON, TX 77002		Phone No. (include area code) : 713-589-9509			10. Field and Pool or Exploratory Area 96610			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State			
Sec 8 T17S R29E SWNW 2160FNL 330FWL 32.850411 N Lat, 104.104536 W Lon					EDDY COUNTY, NM			
12. CHECK THE AF	PROPRIATE BOX(ES) TO	INDICATE N	IATURE O	F NOTICE,	REPORT, OR C	OTHER DA	TA	
TYPE OF SUBMISSION TYPE OF ACTION								
Notice of Intent	☐ Acidize	□ Deepen		☐ Production (Start/Resume)) 🔲 Wa	nter Shut-Off	
	☐ Alter Casing	☐ Hydraulic Fracturing		☐ Reclamation		_ w	■ Well Integrity	
☐ Subsequent Report	□ Casing Repair	■ New Construction		Recomplete		⊠ Otl		
☐ Final Abandonment Notice	□ Change Plans	□ Plug and Abandon		☐ Temporarily Abandon		Succe	ssor of Operato	
	☐ Convert to Injection	☐ Plug Back ☐ W		☐ Water D	ater Disposal			
Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab determined that the site is ready for fi Notification of Change of Oper New Operator: Percussion Petroleum, Operat 919 Milam Street, Ste 2475 Houston, Texas 77002 Old Operator: Cimarex Energy Co. of Colora 202 S Cheyenne Ave, Ste 100 Tulsa, OK 74103	operations. If the operation results andonment Notices must be filed o nal inspection. rator effective Feb 12, 2018. ing, LLC (OGRID# 371755) do (OGRID# 162683)	in a multiple com nly after all requir	SEE A COND	mpletion in a n ing reclamation	ew interval, a Form, have been completed FOR SOF APPI	3160-4 must ted and the op	be filed once erator has	
	Electronic Submission #4409 For PERCUSSION PETR Committed to AFMSS for prod	OLEUM OPER	ATING, sent ORAH MCKI	to the Carlsb NNEY on 10/2	at DISTRICY	I-ARTYES	A O.C.D.	
Signature (Electronic S	Date	10/20/20)18 <u>A</u>	PROVE	DX.			
	THIS SPACE FOR	FEDERAL O	R STATE					
Approved By Conditions of approval, if any, are attached ertify that the applicant holds legal or equivalent would entitle the applicant to conductive the section 1001 and Title 43 to the section 10	e for any person l	ce nowingly and	SUR AS CARL	///	EMFA TOE	the United		
States any false, fictitious or fraudulent s	tatements or representations as to a	ny matter within i	s jurisdiction.		17		.1 /	

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** PERATOR-SUBMITTED **

Additional data for EC transaction #440561 that would not fit on the form

32. Additional remarks, continued

Percussion Petroleum, Operating, LLC is the new Operator for the list of wells noted below formerly operated by Cimarex Energy Co.

Percussion Petroleum, Operating, LLC accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased lands.

Asset Name API Code ULSTR Lease County
BLUETAIL 8 FEDERAL 1 3001538653 E-08-17S-29E NMLC068960 Eddy
BLUETAIL 8 FEDERAL 2 3001538654 E-08-17S-29E NMLC068960 Eddy
BLUETAIL 8 FEDERAL 3 3001538598 E-08-17S-29E NMLC068960 Eddy
BLUETAIL 8 FEDERAL 4 2001538655 E-08-17S-29E NMLC068960 Eddy

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.

JAM 121818