State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Secretary Gabriel Wade, Acting Director Oil Conservation Division



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-5 form.

Operator Signature Date: **Original APD 2/7//2017** Sundry Extension Date 3/11/2019

WELL INFORMATION:

ENDURING RESOURCES, LLC 30-045-35834 KIMBETO WASH UNIT #778H

Conditions of Approval: (See the below checked and handwritten conditions) Notify Aztec OCD 24hrs prior to casing & cement. Hold C-104 for directional survey & "As Drilled" Plat O Hold C-104 for NSL, NSP, DHC, O Spacing rule violation. Operator must follow up with change of status notification on other well to be shut in or abandoned Regarding the use of a pit, closed loop system or below grade tank, the operator must comply with the following as applicable: A pit requires a complete C-144 be submitted and approved prior to the construction or use of the pit, pursuant to 19.15.17.8.A A closed loop system requires notification prior to use, pursuant to 19.15.17.9.A A below grade tank requires a registration be filed prior to the construction or use of the below grade tank, pursuant to 19.15.17.8.C Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string Submit Gas Capture Plan form prior to spudding or initiating recompletions operations. Regarding Hydraulic Fracturing, review EPA Underground Injection Control Guidance 84

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V	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from
	the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in
	a steel closed loop system.

Well-bore communication is regulated under 19.15.29 NMAC. This requires well-bore Communication to be reported in accordance with 19.15.29.8.

Comply with current regulations at time of spud
Prior to production operator needs to be in compliance with RULE 19.15.5.9

NMOCD Approved by Signature

3/15/19 Date

RECEIVED

Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

MAR 1 1 2019

FORM APPROVED 018

OMB No. 1004-013
Expires: January 31, 20
5. Lease Serial No.

Farmington Field Office NMNM117577

Do not use th	Y NOTICES AND REPO is form for proposals to	to drill or to	re-enter an		6. If Indian, Allottee of	r Tribe Name	
abandoned we	II. Use Form 3160-3 (A	PD) for such	proposals.				
	IN TRIPLICATE - Other instru		7. If Unit of CA/Agreement, Name and/or No. NMNM135255A				
1. Type of Well ☐ Gas Well ☐ Other					8. Well Name and No. KIMBETO WASH UNIT #778H		
2. Name of Operator Enduring Resources IV LL	.C		9. API Well No. 30-045-35834				
^{3a.} Address 200 Energy Court Farmin	gton NM 87401	3b. Phone No. (in 505-636-9743	(include area code)		10. Field and Pool or Exploratory Area Basin Mancos		
4. Location of Well <i>(Footage, Sec.,</i> SHL: 817' FNL & 692' FWL SEC BHL: 2624' FNL & 330' FWL SEC	20 23N 9W				11. Country or Parish, State San Juan, NM		
12.	CHECK THE APPROPRIATE B	OX(ES) TO INDI	CATE NATURE	OF NOTIC	CE, REPORT OR OTH	ER DATA	
TYPE OF SUBMISSION		TYPI	E OF ACTION				
☑ Notice of Intent	□Alter □Hydrau		Fracturing Rec				
Subsequent Report	Casing Casing Repair	☐ New Cons		Reco	•	Other	
Final Abandonment Notice	☐ Change Plans ☐ Plug Back☐ ☐ Convert to Injection ☐ Plug Back☐ ☐ Plu		DW-to-Di			APD EXTENSION	
completed. Final Abandonmer is ready for final inspection.) nduring Resources IV LLC he original permit expire		er all requirements,	above ment	nation, hav	e been completed and	the operator has detennined that	t the site
14. I hereby certify that the foregoi	ng is true and correct. Name (Pr	inted/Typed)				NMOCD	
Lacey Granillo		Title Permit Specialist Date 3/11/19		MAD 4 h 2012			
Signature Signature				D	DISTRICT III		
	THE SPAC	E FOR FEDE	RAL OR ST	ATE OF	ICE USE	Der Lance	
Approved by Day	3	Title			Date 3-13-201	9	
Conditions of approval, if any, are certify that the applicant holds leg which would entitle the applicant t	al or equitable title to those right					and the second s	,
T'.1 10110 C C .: 1001 1m	1211000 1212			1	C 11 1	64 ***	10

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.

