Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Budget Bureau No 1004-0135

Expires March 31, 1993

| OUNDRY NOTICES AND | | 5 Lease Designation and Serial No. | |
|---|--|--|--|
| SUNDRY NOTICES AND | | | |
| Do not use this form for proposals to drill or to | deepen or reentry to a different reservoir | NM-011639 | |
| Use "APPLICATION FOR PE | RMIT -" for such property EIVED | 6. If Indian, Allottee or Tribe Name | |
| SUBMIT IN TE | RIPLICATE | | |
| 1 Type of Well | MAR 1 8 2009 | 7. If Unit or CA, Agreement Designation | |
| Oıl Well Gas Well | Other | | |
| | Bureau of Land Management | 8. Well Name and No | |
| 2 Name of Operator | Farmington Field Office | • | |
| Synergy Operating, LLC (163458) OGRID # 163458 | | Sunical Federal #1 | |
| | | 9. API Well No | |
| 3 Address and Telephone No. | | | |
| PO Box 5513 | (505) 325-5549 | 30-039-06422 | |
| Farmington, NM 87499 | | 10 Field and Pool, or Exploratory | |
| 4 Location of Well (Footage, Sec, T R, M, or Survey | Description) | | |
| | | Basin Dakota | |
| Unit D, 980' FNL, 1145' FWL, Sec 19, T26N - R07W | | S Well Other Bureau of Land Management Farmington Field Office g, LLC (163458) OGRID # 163458 (505) 325-5549 (505) 325-5549 R, M, or Survey Description) Basin Dakota 1145' FWL, Sec 19, T26N - R07W 11 County or Pansh, State Rio Arriba County New Mexico EBOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | |
| | | Rio Arriba County | |
| | · · | | |
| 12 CHECK APPROPRIATE BOX(S) TO | NDICATE NATURE OF NOTICE REPORT OF | | |
| TYPE OF SUBMISSION | | | |
| | | | |
| Notice of Intent | Abandoment | Change of Plans | |
| rita. | Recompletion | New Construction | |
| Subsequent Report | Plugging Back | Non-Routine Fracturing | |
| | Casing Repair | Water Shut-Off | |
| Final Abandonment Notice | Altering Casing | Converion to Injection | |
| | X Other: Chg of Operator | Dispose Water | |

Synergy Operating has obtained operations of the above mentioned well.

effective 10-1-06

RCVD MAR 24'09 OIL CONS. DIV.

(Note Report results of multiple completion on Well Completion or recompletion Report and Log Form)

DIST. 3

| Conditions of approval if any | | ACCEPTED FOR RECORD Date: MAR 1 3 2009 | | |
|--|--------|--|------|-----------|
| Approved by | Title: | | | |
| This space for federal or state office use | | | | |
| Signed Jan O-Vary | Title: | Operations Manager | Date | 10/25/200 |
| 14 I hereby certify that the foregoing is true and correct | | | | |

¹³ Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including, estimated date of starting work.

If well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones of pertinent to this work.