Form 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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OCD	Artes	ia

FORM APPROVED OM B No. 1004-0135 Expires: January 31, 2004

Expires: Ja
Lease Serial No.
NMLC029020M

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.			6. If Indian, Allottee or Tribe Name						
SUBMIT IN TRI	PLICATE- Other instr	uctions on rever	se side.	7. If Unit or	CA/Agreement, Na	me and/or No.			
1. Type of Well ☐ ☐ Gas Well ☐ ☐ Other				8. Well Name and No.					
2. Name of Operator Memorial Pro	oduction Operating LLC			1	FEDERAL Q #003 9. API Well No.				
3a. Address		3b. Phone No. (include	area code)	30-015-04070					
1301 McKinney Street; Suite 2	``	713-588-8300			10. Field and Pool, or Exploratory Area Square Lake; Grayburg-San Andres				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				or Parish, State					
SEC 3 T17S R30E 1980' FNL & 660' FWL			EDDY COUNTY, NEW MEXICO						
12. CHECK AF	PROPRIATE BOX(ES) TO	INDICATE NATUR	E OF NOTICE,	REPORT, OR	OTHER DATA				
TYPE OF SUBMISSION		TYF	PE OF ACTION						
Notice of Intent Subsequent Report	Acidize Alter Casing Casing Repair	Deepen Fracture Treat New Construction	Production (S Reclamation Recomplete	·	Water Shut-Of Well Integrity Other Opera	-			
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	Temporarily A Water Disposa		Chang	e			
Attach the Bond under which the following completion of the invitesting has been completed. Fir determined that the site is ready This Sundry Notice is to he Production Operating LLC a result of the merger of B the properties owned previous completes.	etionally or recomplete horizontally the work will be performed or provided operations. If the operation is all Abandonment Notices shall be a for final inspection.) The provided operation of the operation of the for final inspection. The provided operation of the operation o	de the Bond No. on file we results in a multiple comp filed only after all requirer live October 1, 2013, a confict of Merger owns one hundred per onducted by Memorial producted by Memorial producte	with BLM/BIA. Requiletion or recompletion ments, including reclarations of Boaz Entered and harden (100%) of the laball be covered utan TX 77010, busines	ired subsequent re in a new interval mation, have been nergy, LLC ("B is been recorde record, benefic nder Statewide s telephone nur	eports shall be filed value for a Form 3160-4 shann completed, and the soaz") with Memod in each applicatial and equitable a BLM Bond	within 30 days Il be filed once operator has orial ole county. As title in and to A BOOII3) one and fax			
NMOCD ARTESIA									
14. I hereby certify that the fore Name (Printed/Typed) Larry Forney	going is true and correct	Title V	ice President and C	Chief Operating	Officer				
Signature	1	Date	1/8//	If I	,				
	THIS SPACE FOR F	EDERAL OR S	TATE OFFICE	A USE D ()	VED				
Approved by Conditions of approval, if any are a certify that the applicant holds legal which would entitle the applicant to Title 18 U.S.C. Section 1001 and Title States any false, fictitious or fraudul	ttached. Approval of this notice of or equitable title to those rights in conduct operations thereon. 43 U.S.C. Section 1212, make it a	does not warrant or n the subject lease O	itle ffice owingly and will fail	FEB - 5	VqebsH@EINEV#Ben	cy of the United			
The state of the s			· · · · · · · · · · · · · · · · · · ·	ARI SRAD FIE	<u>LU UFFICE</u>				

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Effective 10/1/2013 Bond NMB001131

2/3/2014 Approved subject to Conditions of Approval. JDB Operator By Merger 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.

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- 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. If not in place acquire operating rights on this lease within 30 days with BLM office in Santa Fe, NM.