

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT **UCD Artesia**FORM APPROVED  
OMB No. 1004-0135  
Expires: January 31, 2004**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.****SUBMIT IN TRIPLICATE- Other instructions on reverse side.**1. Type of Well  
☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator **Memorial Production Operating LLC**3a. Address  
**1301 McKinney Street; Suite 2100, Houston, Texas 77010**3b. Phone No. (include area code)  
**713-588-8300**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

**SEC 23 T26S R29E  
460' FNL & 330' FEL**5. Lease Serial No.  
**NM11038**6. If Indian, Allottee or Tribe Name  
**N/A**7. If Unit or CA/Agreement, Name and/or No.  
**N/A**8. Well Name and No.  
**DIVERSE FEDERAL #2**9. API Well No.  
**30-015-31197**10. Field and Pool, or Exploratory Area  
**BRUSHY DRAW; DELAWARE**11. County or Parish, State  
**EDDY COUNTY, NEW MEXICO****12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <b>Operator Name</b>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<b>Change</b>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

This Sundry Notice is to hereby notify and reflect, effective October 1, 2013, an assignment of one hundred percent (100%) of the record, beneficial and equitable title in its properties by Stanolind Operating LLC DBA Stanolind NM LLC to its wholly owned subsidiary, Stanolind Oil and Gas SPV LLC ("Stanolind"). Effective October 1, 2013, Stanolind merged with and into Memorial Production Operating LLC ("Memorial"). A copy of the Certificate of Merger is enclosed and has been recorded in each applicable county. As a result of the merger of Stanolind and Memorial, Memorial owns one hundred percent (100%) of the record, beneficial and equitable title in and to the properties owned previously by Stanolind. Operations conducted by Memorial shall be covered under Statewide BLM Bond **NM8001131**

Memorial's primary place of business is 1301 McKinney, Suite 2100, Houston, TX 77010, business telephone number (713) 588-8300 and fax number (713) 588-8301.

**RECEIVED****FEB 28 2014****NMOC D ARTESIA****SUBJECT TO LIKE  
APPROVAL BY STATE****SEE ATTACHED FOR  
CONDITIONS OF APPROVAL****Accepted for record  
UCD NMOC D 3/6/14**

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

**Larry Forner**Title **Vice President and Chief Operating Officer**

Signature

Date **1/3/14****THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

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.

Office

**FEB 28 2014****BUREAU OF LAND MANAGEMENT**

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.

(Instructions on page 2)

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

Effective 10/1/2013  
Bond NMB001131

**2/25/2014 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.
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.