Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

ARTESIA DISTRICT

MAR 0 2 2015

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

5. Lease Serial No. NMLC029389B NM 92957

SUNDRY NUTICES AND REPORTS ON WELLS				,.,3114	27507B
Do not use this form for proposals to drill or to releterant And abandoned well. Use Form 3160-3 (APD) for such proposals.				6. If Indian	, Allottee or Tribe Name
SUBMIT IN TRIPLICATE- Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No. Hondo 4 Fed 1 8. Well Name and No.	
1. Type of Well ☐ ☐ Gas Well ☐ ☐ Other					
2. Name of Operator Nadel and Gussman HEYCO, LLC.				Hondo 9. API We	4 Federal #1
3a. Address PO BOX 1936 ~ ROSWELL NM 88202-1936		3b. Phone No. (include area code) 575.623.6601		3001525146	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)		373.023.0001		10. Field and Pool, or Exploratory Area Shugart; Bone Spring North	
1980' FNL & 1,980' FWL, Sec			11. County or Parish, State		
				Eddy, New Mexico	
12. CHECK AP	PROPRIATE BOX(ES) TO	INDICATE NATU	RE OF NOTICE,	REPORT, OR	OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION					
7	Acidize	Deepen Deepen	Production (Start/Resume)	Water Shut-Off
✓ Notice of Intent	Alter Casing	Fracture Treat	Reclamation		Well Integrity ✓ Other Change of Operator
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	Recomplete Temporarily	Abandon	V Other Change of Operator
Final Abandonment Notice	Convert to Injection	Plug Back	Water Dispos		
following completion of the investesting has been completed. Find determined that the site is ready This is a notification of Characteristics.	olved operations. If the operation al Abandonment Notices shall be for final inspection.) ange of Operator on the above, as new operator, accept all a portion of lease described.	results in a multiple con filed only after all requir e referenced well. applicable terms, con	npletion or recompletion rements, including reclauding reclauding reclauding reclauding reclauding reclauding reclauding reclauding recompletions.	and restriction	
K.	MASCD 3/	2/15			
 I hereby certify that the foreg Name (Printed/Typed) 	going is true and correct		. العبيد	R.F.	2001120
Tammy R. Link		Title	Production Tech	/A/P'	² R(1)//-h
Signature a	y R. Sid	Date		09/10/2014	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE FEB 2/4 2015					
Approved by			Title		Part NIT (AND SELECTION T
Conditions of approval, if any, are a					AD FILED OFFICE
certify that the applicant holds legal which would entitle the applicant to		n the subject lease	Office [/	//

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.

BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE

620 E. Greene St Carlsbad, NM 88220 Ph: (575) 234-5972

Conditions of Approval for Change of Operator

- 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.