Form 3160-5 (April 2004)

NM OIL CONSERVATION RIOR ARTESIA DISARRESTA. **UNITED STATES**

DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

MAR 0 2 2015

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

SUNDRY NOTICES AND REPORTS ON WELLS

at use this form for proposals to drill as to so artistal/FD

5. Lease Serial No. Nn 106718 NMLC058709A If Indian Allottee or Tribe Name

	ell. Use Form 3160 - 3			o. n maran	, remote of rino rame	
SUBMIT IN TRIPLICATE- Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No. Taylor DP 12 Fed 8. Well Name and No. Taylor Deep 12 Federal #7H 9. API Well No.	
1. Type of Well ☐ Other Other						
2. Name of Operator NADEL AND GUSSMAN HEYCO, LLC						
3a. Address PO BOX 1936 ~ ROSWELL	NM 88202-1936	3b. Phone No. (include 575.623.6601	e area code)	3001538464 10. Field and Pool, or Exploratory Area		
4. Location of Well (Footage, Sec., T., R, M, or Survey Description)				Tamano; Bone Spring		
330' FNL & 430' FEL, Sec. 12, T18S, R31E					11. County or Parish, State	
				Eddy, I	New Mexico	
12. CHECK AI	PPROPRIATE BOX(ES)	TO INDICATE NATUR	E OF NOTICE, RE	PORT, OF	ROTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production (Start	(Resume)	Water Shut-Off . Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomplete		Other Change of Operator	
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	Temporarily Abar Water Disposal	ndon		
13. Describe Proposed or Complet	ted Operation (clearly state all p	ertinent details, including esti	mated starting date of any	proposed we	ork 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 is a notification of Change of Operator on the above referenced well.

Harvey E. Yates Company, as new operator, accept all applicable terms, conditions, stipulations and restrictions concerning operatings conducted on this lease or portion of lease described.

BLM Bond No. NMB000317 Harvey E. Yates Company P.O. Box 1933 Roswell, NM 88202-1933

Change of Operator EFFECTIVE 9/1/2014

SEE ATTACHED FOR CONDITIONS OF APPROVAL

 I hereby certify that the foregoing is true and correct Name (Printed/Typed) 		TO OVED
Tammy R. Link	Title Production	Tech APARINEU
Signature any R. J.	Date	09/10/2014
THIS SPACE FOR FEDERAL	OR STATE (OFFICE USE /FEB 23/2015
Approved by	Title	TO AND
Conditions of approval, if any, are attached. Approval of this notice does not warrancertify that the applicant holds legal or equitable title to those rights in the subject lewhich would entitle the applicant to conduct operations thereon.		BURYAU OF LANGUELD OFFICE CARLSBAD FIELD OFFICE
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any States any false. fictitious or fraudulent statements or representations as to any matter	person knowingly as	nd willfully to make to any department or agency of the United

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.