Form 3160-5 (April 2004)

UNITED STATES NM OIL CONSERVATION DEPARTMENT OF THE INTERIOR ARTESIA DISTRICT BUREAU OF LAND MANAGEMENT MAD A 2 COLF

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

MAR 0 2 2015

5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS " LOTS		NMNM0560353
Do not use this form for propose		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.
1. Type of Well ☐ ☐ Gas Well ☐ ☐ Other		Hale 11 Federal 8. Well Name and No.
2. Name of Operator Nadel and Gussman HEYCO, LLC.		Hale 11 Federal #1 9. API Well No.
3a. Address 3b. Phone No. (include area code)		3001525778
PO BOX 1936 ~ ROSWELL NM 88202-1936 4. Location of Well (Footage, Sec., T., R., M., or Survey Descrip	575.623.6601	10. Field and Pool, or Exploratory Area Benson; Bone Spring
2310' & 2160' FWL, Sec. 11 NESW, T19S, R30E		11. County or Parish, State
2310 & 2100 PWL, Sec. 11 NESW , 1135, K30E		Eddy, New Mexico
12. CHECK APPROPRIATE BOX(ES	S) TO INDICATE NATURE OF NOTICE,	REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
Acidize Acidize Alter Casing Casing Repair Change Plans Final Abandonment Notice Convert to Injection	Fracture Treat Reclamation New Construction Recomplete Plug and Abandon Temporarily	
determined that the site is ready for final inspection.) This is a notification of Change of Operator on the Harvey E. Yates Company, as new operator, accept conducted on this lease or portion of lease described BLM Bond No. NMB000317 Harvey E. Yates Company P.O. Box 1933	pt all applicable terms, conditions, stipulations ed.	
Roswell, NM 88202-1933 Change of Operator EFFECTIVE 9/1/2014	SEE A COND AD 3/2/15 Accorpted for 19001 NEADCD	TTACHED FOR ITIONS OF APPROVAL
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Tammy R-Link	Title Production Tech	
Signature On P. Signature	Date	109/10/2014 DDD 0 \ \ FM
THIS SPACE F	OR FEDERAL OR STATE OFFIC	
Approved by Conditions of approval, if any, are attached. Approval of this certify that the applicant holds legal or equitable title to those which would entitle the applicant to conduct operations thereo	rights in the subject lease Office	1 1 1 2 2 3 2015 / 1
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, m. States any false, fictitious or fraudulent statements or represent	ake it a crime for any person knowingly and willfu	lly to make to âny 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,