Form 3160-5	UNITED STAT	ES	NMO Artes	1		FORM APPROVED OMB No 4004-0137	
	DEPARTMENT OF THE JREAU OF LAND MAN		Artes	j.	1 5. Lease Serial No.	NMNM 048344	<u></u>
	Y NOTICES AND REP is form for proposals) If Indian, Allotte		
	II. Use Form 3160-3 (A			h			
	IN TRIPLICATE - Other insti	ructions on pag	ic 2		7. If Unit of CA/Ag	reement, Name and/or No.	Q
), Type of Well Gill Well 🛛 📿 G.	as Well 🔄 Other				Well Name and	See Attached List	<i>Q</i>
2, Name of Operator Vanguard O	perating, LLC			-	7, APt Well No.	See Attached List	
3a, Address 5847 San Fe Hõuston, Te	lipe, Suite 3000 xas 77057	3b Phone No. (832) 377-224	(include area code) 43	,	0. Field and Pool o	n Exploratory Atea See Attached list	
4. Location of Well (Footage, Sec., See Attache	• •	1)	,		11. Country of Pari	sh, State Eddy, NM	
12. 0	HECK THE APPROPRIATE I	BON(ES) TO INI	DICATE NATURE	OF NOTIC	E, REPORT OR O	THER DATA	
TYPE OF SUBMISSION			Түр	EOFACT	ON	-	·····
Notice of Intent	Acidize	<u> </u>	en aulie Fracturing Construction	=	ction (Start/Resume nation +	C) Water Shut-Off Well Integrity C) Other	
Subsequent Report	Change Plans	Plug	and Abandon	\equiv	rarily Abandon	V COR	
Final Abandonment Notice I3. Describe Proposed or Complete	Convert to Injection	<u>_</u>			Disposal	······································	
,					# # #(ARTESTA DIE	N
,		-			NA	A OIL CONSERVATIO	N
This is polification of Chang	e of Operator on the above r	referenced well				ARTESIA DISTRICT	
Vanguard Operating, LLC, a restrictions concerning oper Bond Coverage: BLM Bond	e of Operator on the above r as new operator, accepts all ations conducted on this leas 1 File No. NMB000797, Sure 14 Office, PLN Bord File N	applicable term se or portion of ty Bond No. B0	is, conditions, stip lease described. 06616			MAR 2 9 2016	
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ATTACHMENT TO LEASE SERIAL NO. NMLC 48344

WELLNAME	API NUMBER	EXPLORATORY AREA	UNITLITR SEC. TWN RNG	E S	NNL		LOCATION	TION
	a. 106-365B	a. OK-26 ARTESIA; GLORIETA-YESO (O) RED	 					
WILLIAMS A FEDERAU 8	3001546513	LAKE;QUEEN-GRAYBURG-SA	z	29	17S	28E 1	29 175 28E 1090 FSL 1550 FWL	1550 FWL
WILLIAMS A FEDERAL 10	3001540480	3001540480 ARTESIA;GLORIETA-YESO (O)	ع	29	17S	28E 6	28E 600 FSL	645 FWL
WILLIAMS A FEDERAL 11	3001541983	3001541983 ARTESIA;GLORIETA-YESO (O)	×	29	17S	28E 1	17S 28E 1960 FSL	2310 FWL
WILLIAMS A FEDERAL 12	3001541890	3001541890 ARTESIA;GLORIETA-YESO (D)	z	29	175	28E 3	175 28E 330 FSL	2200 FWL
WILLIAMS A FEDERAL 13	3001542303	03 ARTESIA;GLORIETA-YESO (O)	×	29	17S	28E 2	175 28E 2455 FSL	1620 FWL
WILLIAMS A FEDERAL 14	3001541891	3001541891 ARTESIA;GLORIETA-YESO (O)		29	17S	28E 2	175 28E 2310 FSL	330 FWL
WILLIAMS A FEDERAL 15	3001541892	3001541892 ARTESIA;GLORIETA-YESO (O)	Σ	29	17S	28E 4	175 28E 470 FSL	920 FWL
WILLIAMS A FEDERAL 16	3001542116	3001542116 ARTESIA;GLORIETA-YESO (O)	z	29	17S	28E 9	175 28E 990 FSL	2160 FWL

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Vanguard Operating, LLC March 16, 2016 Change of Operator 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. 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.

JAM 031616