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o(m) 3160-5 hjme 2015) DEI	UNITED STATES PARTMENT OF THE INTE	NMOC		
	EAU OF LAND MANAGE		5 Lease Serial No NMLC 046250B	
	NOTICES AND REPORTS		6-11 Indian, ABottee or Tribe Name	
	form for proposals to di Use Form 3160-3 (APD)		(· · · · · · · · · · · · · · · · · · ·	
	TRIPLICATE • Other instruction		7. If Unit of CA/Agreement, Name and/or No.	
Type of Well	·····		S Well Name and No	12
Chil Well Z Gas V	•			
2. Name of Operator Vanguard Operating, LLC 3a Address 5847 San Felipe, Suite 3000 3b Phone No. (include area code)		See Attached List 10 Field and Pool or Exploratory Area		
Houston, Texas	e, outle bood	2) 377-2243	See Attached list	•
Location of Well (Footage, Sec., T.) See Altached L			11. Country of Parish, State Eddy, NM	
12 C10	ECK THE APPROPRIATE BOX(E	S) TO INDICATE NATURE OF	NOTICE, REPORT OR OTHER DATA	
TYPE OF SUBMISSION			FACTION	
Notice of Intent	Acidize	Deepen Uydraulre Fracturing	Production (Start/Resume) Water Shul-Off Reclamation Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomplete Ø Other	
	Change Plans	Plug and Abandon	Temporauly Abandon	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposat	
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ATTACHMENT TO LEASE SERIAL NO. NMLC 046250B

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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 I/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