Artesia

Form 3160-5 (June 2015)

UNITED STATES

FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

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BU	JREAU	J OF I	٨٠	ND	MAN	NAGE	MENT

5. Lease Serial No. NMNM 94521

	IOTICES AND REPORTS ON V form for proposals to drill or to	6. If Indian, Allottee or	6. If Indian, Allottee or Tribe Name				
	Use Form 3160-3 (APD) for su						
	TRIPLICATE - Other instructions on pag	ge 2	7. If Unit of CA/Agreen	ient, Name and/or No.			
1. Type of Well Gas v	/ell Other		8, Well Name and No. D	ESCADOR AQV STATE COM 1			
2. Name of Operator Vanguard Opera			9 API Well No				
* 		(include area code)	10, Field and Pool or Ex	001529365			
3a. Address 5847 San Felipe Houston, Texas	e, oute out (•	1	ROOKED CREEK; MORROW			
4. Location of Well (Footage, Sec., T., J.		* ************************************		11. Country or Parish, State			
	FÉL; B-06-24S-24E			DDY, NM			
<u> </u>	CK THE APPROPRIATE BOX(ES) TO IN			R DATA			
TYPE OF SUBMISSION		TYPE OF					
Notice of Intent	Acidize Dee		Production (Start/Resume) Reclamation	Water Shut-Off Well Integrity			
Subsequent Report		- =	tecomplete	✓ Other			
		=	emporarily Abandon				
Final Abandonment Notice	Convert to Injection Plug		Vater Disposal	1 4 1 4 1 6 16			
Vanguard Operating, LLC, as r restrictions concerning operation Bond Coverage: BLM Bond File		ns, conditions, stipulation flease described. 006616 17, Surety Bond No. B00	ns ano	A OIL CONSERVATION ARTESIA DISTRICT APR 1 8 2016			
·	ŭ	•	ONDITIONS (OF APPROVAL			
· ·	,McC	NIACOCINA		A A			
14. I hereby certify that the foregoing is Britt Pence	true and correct. Name (Printed/Typed)	Executive Vice P	President, Operations				
Signature /	N	Date 10.5	ROISTPANI				
	THE SPACE FOR FED	ERAL OR STATE	OFICE/USE	7 \4			
	ned. Approval of this notice does not warran quitable title to those rights in the subject le duct operations thereon.		BURE ALCO (MID IN CARL SBAD FIELD	/2016/ te			
	3 U.S.C Section 1212, make it a crime for an ents or representations as to any matter with		willfully to make to any depa	rtment or agency of the United States			

(Instructions on page 2)

Vanguard Operating, LLC April 11, 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.

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