Form 3160-5 (March 2012)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesla NM OIL CONSERVATION FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2014

ARTESIA DISTRIGLE Serial No. NM010907-A

Expires: October 31, ase Serial No.

| Do not use this fo   | OTICES AND REPO<br>orm for proposals to<br>Use Form 3160-3 (A | o drill or to    | re-enter an  | , ,                                     | Indian, Allottee   | or Tribe Name                           |   |
|--|---|------------------|--|---|--|---|---|
| SUBMIT IN TRIPLICATE – Other instructions on page 2.   |   |                  |  |   | 7. If Unit of CA/Agreement, Name and/or No.                              |   |   |
| 1. Type of Well  | •   |                  |  |   | RNM015   |   |   |
| ✓ Oil Well ☐ Gas Well ☐ Other  |   |                  |  |   | 8. Well Name and No.<br>EMPIRE 34 FEDERAL #1                             |   |   |
| 2. Name of Operator REMNANT OIL OPERATING, LLC   |   |                  |  |   | 9. API Well No.<br>30-015-23290  |   |   |
| PO BOX 5375<br>MIDLAND, TX 79704 432-242:  |   |                  | include area co                                      | de)                                     | 10. Field and Pool or Exploratory Area TURKEY TRACK; MORROW; NORTH (GAS) |   |   |
|  |   |                  | 965  |   |  |   |   |
| 4. Location of Well (Footage, Sec., T., I<br>1980' FNL & 1980' FEL, UNIT LETTER G, SEC.  | •.  |                  | 11. County or Parish, State EDDY COUNTY, NM          |   |  |   |   |
| 12. CHEC   | K THE APPROPRIATE BO  | X(ES) TO INDI    | CATE NATURI  | E OF NOTIC                              | E, RÉPORT OR OT  | HER DATA                                |   |
| TYPE OF SUBMISSION   |   |                  | TY   | PE OF ACTI                              | ION  |   |   |
| Notice of Intent   | Acidize   | Deepe            | n  | Produ                                   | action (Start/Resume)  | Water Shut-Off                          |   |
| Notice of Intent   | Alter Casing  | Fractu           | re Treat   | Recla                                   | mation   | Well Integrity                          |   |
| Subsequent Report  | Casing Repair   | New C            | Construction   | Recor                                   | mplete   | Other CHANGE OF                         |   |
| 1.Suosequein Report  | Change Plans  | ☐ Plug a         | nd Abandon   | Temp                                    | orarily Abandon  | OPERATOR                                |   |
| Final Abandonment Notice   | Convert to Injection  | Plug F           | Back   | ☐ Water                                 | r Disposal   |   |   |
| testing has been completed. Final adetermined that the site is ready for Effective 06/01/2016 Legacy Res The undersigned accepts all app as described above.  Remnant Oil Operating, LLC bon | r final inspection.) serves Operating LP transi               | ferred operation | ns to Remnant<br>restrictions co<br>lease activities | Oil Operation oncerning on sis provided | ng, LLC.<br>perations on the lea   | ase land or portion thereof,  NMB001311 |   |
| 14. I hereby certify that the foregoing is to  | rue and correct. Name (Printe                                 | rd/Typed)        |  |   |  |   |   |
| Everett W. Gray  |   |                  | Title Chief Ex                                       | kecutive Offi                           | cer  |   |   |
| Signature ZW W   | 27 I  |                  | Date 05/17/20  | 016                                     |  |   |   |
|  | THIS SPACE  | FOR FEDE         | RAL OR ST  | ATE OFF                                 | ICE USE  | APPROVED                                | _ |
| Approved by Charles  |   | Title            | ROLEUM   | ENGINEER                                | Date OCT 2 4 204C  |   |   |
| Conditions of approval, if any, are attached that the applicant holds legal or equitable to  |   |                  |  |   | 1  | OCI 2 4 2016                            |   |

entitle the applicant to conduct operations thereon.

## 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 within 60 days, if changes have been made from previously approved disposal method.
- 3. Review facility diagram on file, and submit updated facility diagrams, as per Onshore Order #3 within 60 day.
- 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.