Form 3160-5 (August 2007) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT					FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010 5. Lease Serial No. NMNM-14840		
Do not use this f	OTICES AND REPO orm for proposals 1 Use Form 3160-3 (A		6. If Indian, Allottee or Tribe Name				
SUBMIT	IN TRIPLICATE – Other	7. If Unit of CA/Agreement, Name and/or No.					
1. Type of Well			8. Well Name and No.				
Oil Well Gas W	Tell Other SV		EMPIRE DEEP 29 FEDERAL # 1 9. API Well No.				
2. Name of Operator RAY WESTALL OPERATING, INC.			30-015-31813				
3a. Address		e)	10. Field and Pool or Exploratory Area GRAYBURG; MORROW (GAS)				
P.O. BOX 4 LOCO HILLS, NM 88255							
4. Location of Well (Footage, Sec., T., I SEC 29, TWP 17S, RNG 29E, N.M.P.M. UL - D,	- · ·		11. Country or Parish, State EDDY COUNTY, NEW MEXICO				
12. CHEC	K THE APPROPRIATE BO	DX(ES) TO IND	ICATE NATURE	OF NOTIC	E, REPORT OR OTH	ER DATA	
TYPE OF SUBMISSION		E OF ACTI	10N				
Notice of Intent	Notice of Intent		Deepen		ction (Start/Resume)	Water Shut-Off	
	Alter Casing		ure Treat		mation	Well Integrity	
Subsequent Report	Casing Repair		Construction		nplete orarily Abandon	CHANGE	
Final Abandonment Notice	Convert to Injection						
OPERATOR HAS CHANGED FROM OPERATOR, ACCEPTS ALL APPLI ON THE LEASE OR PORTION OF FOLLOWS: BOND COVERAGE:ST,	CABLE TERMS, CONDI LEASE DESCRIBED. RA ATE WIDE BLM BOND N	TIONS, STIPUI Y WESTALL C M: NMB00137	ATIONS AND F	RESSTRIC D. MEETS I	TIONS CONCERNIN FEDERAL BONDING	NG OPERATIONS CONDUCTED G REQUIREMENTS AS	
NM OIL CONSERVATION ARTESIA DISTRICT DEC 1 2 2016 RECEIVED							
14. I hereby certify that the foregoing is tr	ue and correct.						
Name (Printed/Typed) RENE HOPE			Title BOOKKE				
Signature Allo	Pope		Date 10/10/201	16		VDDBU/ED	
	THIS SPACE	FOR FEDE	RAL OR STA	ATE OFF		-ALLINVILU	
Approved by		·····				NOV 30 MA	
Conditions of approval, if any, are attached		ertify	ROLEUM	ENGINEER	NOV 30 March		
that the applicant holds legal or equitable ti entitle the applicant to conduct operations t	e .	ct lease which wo	uld Office		BU	REAU OF LAND MANAGEMENT	
Title 18 U.S.C. Section 1001 and Title 43 I fictitious or fraudulent statements or repres			•,	d willfully to	make to any department	it or agency of the United States any false.	

fictitious or	r fraudulent	statements O	r representation	s as to any	matter with	in its inrisdie

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 $1 \frac{1}{2}$ 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.