**				
Form 3160-5 UNITED STATES (March 2012) DEPARTMENT OF THE INTERIC			FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2014	
BUF	REAU OF LAND MANAGEMEN	T	5. Lease Serial No.	5x
SUNDRY I	NOTICES AND REPORTS ON	WELLS	S 6. If Indian, Allottee or Tribe Name	
	form for proposals to drill or Use Form 3160-3 (APD) for s			
SUBMIT IN TRIPLICATE – Other instructions on page 2. 1. Type of Well			7. If Unit of CA/Agreement, Name and/or No. – SOUTH RED LAKE II UNIT	
Oil Well Gas Well Other INJECTOR			8. Well Name and No. SOUTH RED LAKE II UNIT	
2. Name of Operator REMNANT OIL OPERATING, LLC			9. API Well No. See B+610	
a. Address PO BOX 5375 MIDLAND, TX 7970	No. (include area code) 2-4965	10. Field and Pool or Exploratory Area RED LAKE; QUEEN-GRAYBURG-SA		
4. Location of Well (Footage, Sec., T.	· · · · · · · · · · · · · · · · · · ·	11. County or Parish, State		
1650 FNL & 990 FEL, UNIT LETTER H, S	EC. 35, T17S, R27E		EDDY CO, NM	
12. CHE	CK THE APPROPRIATE BOX(ES) TO IN	NDICATE NATURE OF NOT	ICE, REPORT OR OTHE	ER DATA
TYPE OF SUBMISSION		TYPE OF AC	TION	
Notice of Intent		·	duction (Start/Resume)	Water Shut-Off
			lamation	Well Integrity
Subsequent Report			complete	Other CHANGE OF
Final Abandonment Notice			nporarily Abandon ter Disposal	
3001500620 South 3001500715 South 3001500645 South 3001500634 South	nd coverage pursuant to 43 CFR 3104 Red Lake II Un:4 # 7 Red Lake II Un:4 # 37 Red Lake II Un:4 # 32 Red Lake II Un:4 # 29 Red Lake II Un:4 # 25	for lease activities is provide		NM OIL CONSERVAT
300 15 00 632 South 300 16 00 623 South	Red Lake II Unit # 19		NS OF APPRO	VAI FEB 06 2017
		CONDITION		RECEIVED
14. I hereby certify that the foregoing is	true and correct. Name (Printed/Typed)			
Everett W. Gray		Title Chief Executive O	fficer	
Signature Z.w. M	RAY IT	Date 05/17/2016		
	THIS SPACE FOR FEE	DERAL OR STATE OF	FICE USE	APPROVED
Approved by Charles Nimmer		PETROLEUM Title	ENGINEER	Date IAN 0 4 0047
	ed. Approval of this notice does not warrant of title to those rights in the subject lease which thereon.	or certify		JAN 2 4 201/
	U.S.C. Section 1212, make it a crime for an esentations as to any matter within its jurisdic			EALLOFYLAND MANAGEMENTFalse CARLSBAD FIELD OFFICE
Instructions on page 2)			<u>.                                    </u>	

## 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.