Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

Lease Serial No. NMNM96568

abandoned we	ns form for proposals to ar	ill or to re-enter an	× 701 1	111 m 11 11	
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.			6. 17 Indi	6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on page 2			7. If Uni	t or CA/Agreement, Name and/or No.	
1. Type of Well				Name and No. REE 25H FEDERAL COM 2	
Oil Well Gas Well Other					
Name of Operator Contact: JENNIFER ELROD CHISHOLM ENERGY OPERATING, LEOMail: jelrod@chisholmenergy.com			9. API W 30-0	Vell No. 15-33617	
		b. Phone No. (include area code) Ph: 817-953-3728	10. Field HAPI	Field and Pool or Exploratory Area HAPPY VALLEY; MORROW(GAS)	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. Cour	11. County or Parish, State	
Sec 24 T22S R25E Mer NMP SESE 165FSL 705FEL		EDDY COUNTY, NM			
000 24 1220 1420E MICH 14MI	CECE 1001 CE 7001 EE		LOD	T COONTY, NW	
12. CHECK THE A	PPROPRIATE BOX(ES) TO	O INDICATE NATURE OF	F NOTICE, REPORT	Γ, OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF	ACTION		
- N. C. C.	☐ Acidize	Deepen	☐ Production (Start/	Resume)	
■ Notice of Intent	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	☐ Well Integrity	
☐ Subsequent Report	Casing Repair	☐ New Construction	Recomplete	☑ Other	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abar	Suggestor of Omarata	
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	La contraction of the contractio	
13. Describe Proposed or Completed Op If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involve testing has been completed. Final A determined that the site is ready for	ally or recomplete horizontally, giv ork will be performed or provide the d operations. If the operation result bandonment Notices must be filed or	e subsurface locations and measu Bond No. on file with BLM/BIA s in a multiple completion or reco only after all requirements, includ	ed and true vertical depth Required subsequent rempletion in a new interval ng reclamation, have been	is of all pertinent markers and zones. ports must be filed within 30 days l, a Form 3160-4 must be filed once in completed and the operator has	
If the proposal is to deepen direction Attach the Bond under which the worfollowing completion of the involve testing has been completed. Final A determined that the site is ready for CHANGE OF OPERATOR EIFROM: RESOURCE ROCK S 917 FRANKLIN STREET, SUHOUSTON, TX 77002 TO: CHISHOLM ENERGY OF 801 CHERRY STREET, SUIT FORT WORTH, TX 76102	pally or recomplete horizontally, given will be performed or provide the doperations. If the operation result bandonment Notices must be filed of final inspection. FFECTIVE JANUARY 31, 20 SERVICES, LLC (372144) HITE 600 PERATING, LLC (372137) FE 1200-UNIT 20	re subsurface locations and measu Bond No. on file with BLM/BIA in a multiple completion or recoonly after all requirements, including the substitution of the substit	red and true vertical depth Required subsequent rej mpletion in a new interva ng reclamation, have been ad for record - NM ATPATTACI CONDITION	us of all pertinent markers and zones. ports must be filed within 30 days l, a Form 3160-4 must be filed once in completed and the operator has	
If the proposal is to deepen direction Attach the Bond under which the wor following completion of the involve testing has been completed. Final A determined that the site is ready for CHANGE OF OPERATOR ELFROM: RESOURCE ROCK S 917 FRANKLIN STREET, SUHOUSTON, TX 77002 TO: CHISHOLM ENERGY OF 801 CHERRY STREET, SUIT	ally or recomplete horizontally, given will be performed or provide the doperations. If the operation result bandonment Notices must be filed of final inspection. FFECTIVE JANUARY 31, 20 SERVICES, LLC (372144) IITE 600 PERATING, LLC (372137) TE 1200-UNIT 20	es subsurface locations and measure Bond No. on file with BLM/BIA in a multiple completion or recomply after all requirements, including the subsurface of t	red and true vertical depth Required subsequent rej mpletion in a new interva ng reclamation, have been ad for record - NM ATPATTACI CONDITION	us of all pertinent markers and zones. ports must be filed within 30 days 1, a Form 3160-4 must be filed once n completed and the operator has HOCD HED FOR	
If the proposal is to deepen direction Attach the Bond under which the worfollowing completion of the involve testing has been completed. Final A determined that the site is ready for CHANGE OF OPERATOR EIFROM: RESOURCE ROCK S 917 FRANKLIN STREET, SUHOUSTON, TX 77002 TO: CHISHOLM ENERGY OF 801 CHERRY STREET, SUIT FORT WORTH, TX 76102	ally or recomplete horizontally, given will be performed or provide the of operations. If the operation result bandonment Notices must be filed of final inspection. FFECTIVE JANUARY 31, 20 SERVICES, LLC (372144) IITE 600 PERATING, LLC (372137) TE 1200-UNIT 20 s true and correct. Electronic Submission #402 For CHISHOLM ENER.	es subsurface locations and measu Bond No. on file with BLM/BIA s in a multiple completion or reco only after all requirements, including 18 Accept ARTESIA DISTRIANT APR 0 3 20 RECEIVE 2818 verified by the BLM Wel GY OPERATING LLC, sent	Information System of the Carlsbad	us of all pertinent markers and zones. ports must be filed within 30 days 1, a Form 3160-4 must be filed once n completed and the operator has HOCD HED FOR	
Attach the Bond under which the wo following completion of the involve testing has been completed. Final A determined that the site is ready for CHANGE OF OPERATOR EIFROM: RESOURCE ROCK S 917 FRANKLIN STREET, SU HOUSTON, TX 77002 TO: CHISHOLM ENERGY OF 801 CHERRY STREET, SUIT FORT WORTH, TX 76102	ally or recomplete horizontally, given will be performed or provide the of operations. If the operation result bandonment Notices must be filed of final inspection. FFECTIVE JANUARY 31, 20 SERVICES, LLC (372144) IITE 600 PERATING, LLC (372137) TE 1200-UNIT 20 s true and correct. Electronic Submission #402 For CHISHOLM ENER.	es subsurface locations and measu Bond No. on file with BLM/BIA s in a multiple completion or reco only after all requirements, including 18 Accept ARTESIA DISTRIANT APR 0 3 20 RECEIVE 2818 verified by the BLM Wel GY OPERATING/ LLC, sent to rocessing by PRISCILLA PE	Information System of the Carlsbad	us of all pertinent markers and zones, ports must be filed within 30 days 1, a Form 3160-4 must be filed once in completed and the operator has SOCD SOF APPROVAL	
If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involve testing has been completed. Final A determined that the site is ready for CHANGE OF OPERATOR EIFROM: RESOURCE ROCK S 917 FRANKLIN STREET, SUHOUSTON, TX 77002 TO: CHISHOLM ENERGY OF 801 CHERRY STREET, SUIT FORT WORTH, TX 76102	ally or recomplete horizontally, given will be performed or provide the of operations. If the operation result bandonment Notices must be filed of final inspection. FFECTIVE JANUARY 31, 20 SERVICES, LLC (372144) ITE 600 PERATING, LLC (372137) TE 1200-UNIT 20 s true and correct. Electronic Submission #402 For CHISHOLM ENERG Committed to AFMSS for present and correct.	es subsurface locations and measu Bond No. on file with BLM/BIA s in a multiple completion or reco only after all requirements, including 18 Accept ARTESIA DISTRIANT APR 0 3 20 RECEIVE 2818 verified by the BLM Wel GY OPERATING/ LLC, sent to rocessing by PRISCILLA PE	Information System of the Carlsbad REGULATORY IE	us of all pertinent markers and zones, ports must be filed within 30 days 1, a Form 3160-4 must be filed once in completed and the operator has SOCD SOF APPROVAL	
If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involve testing has been completed. Final A determined that the site is ready for CHANGE OF OPERATOR EIFROM: RESOURCE ROCK S 917 FRANKLIN STREET, SUHOUSTON, TX 77002 TO: CHISHOLM ENERGY OF 801 CHERRY STREET, SUIT FORT WORTH, TX 76102	ally or recomplete horizontally, given will be performed or provide the of operations. If the operation result bandonment Notices must be filed of final inspection. FFECTIVE JANUARY 31, 20 SERVICES, LLC (372144) ITE 600 PERATING, LLC (372137) TE 1200-UNIT 20 s true and correct. Electronic Submission #402 For CHISHOLM ENERG Committed to AFMSS for picture of the committed	es subsurface locations and measu Bond No. on file with BLM/BIA is in a multiple completion or reco only after all requirements, including 18 Accept ARTESIA DISTRIANT APR 0 3 20 RECEIVE 2818 verified by the BLM Wel GY OPERATING/ LLC, sent or recessing by PRISCILLA PE Title SENIO	Information System of the Carlsbad REGULATORY IE	us of all pertinent markers and zones, ports must be filed within 30 days 1, a Form 3160-4 must be filed once in completed and the operator has SOCD SOF APPROVAL	
If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involve testing has been completed. Final A determined that the site is ready for CHANGE OF OPERATOR EIFROM: RESOURCE ROCK S 917 FRANKLIN STREET, SU HOUSTON, TX 77002 TO: CHISHOLM ENERGY OF 801 CHERRY STREET, SUIT FORT WORTH, TX 76102	ally or recomplete horizontally, given will be performed or provide the doperations. If the operation result bandonment Notices must be filed of final inspection. FFECTIVE JANUARY 31, 20 SERVICES, LLC (372144) JITE 600 PERATING, LLC (372137) TE 1200-UNIT 20 Strue and correct. Electronic Submission #402 For CHISHOLM ENER Committed to AFMSS for put of the provided of the pr	Bond No. on file with BLM/BIA Bond No. on file with BLM/BIA in a multiple completion or recomply after all requirements, including the second of the second	Information System of the Carlsbad REGULATORY TE	ports must be filed within 30 days I, a Form 3160-4 must be filed once In completed and the operator has SOCD HED FOR SOF APPROVAL DATE DAT	

Additional data for EC transaction #402818 that would not fit on the form

32. Additional remarks, continued

BOND COVERAGE: BLM NEW MEXICO STATEWIDE BOND NO. NMB001468

PER NTL89, CHISHOLM ENERGY OPERATING, LLC ACCEPTS ALL APPLICABLE TERMS, CONDITIONS, STIPULATIONS, AND RESTRICTIONS CONCERNING OPERATIONS CONDUCTED ON TEH LEASED LAND OR PORTION THEROF.

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. 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.