Form 3160-5

JUN 2 0 2018

FORM APPROVED

UNITED STATES BUREAU OF LAND MANAGEMENTRICT II-ARTEMINES OMB No. 1004-0137 (August 2007) Expires: July 31, 2010 Artesia. Lease Serial No. **SUNDRY NOTICES AND REPORTS ON WELLS** If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. NMNM 71036X 1. Type of Well 8. Well Name and No. South Lucky Lake Queen Unit #001E Oil Well Gas Well Other Injection Well 2. Name of Operator Bar V Barb, LLC 10. Field and Pool or Exploratory Area 3b. Phone No. (include area code) 38-Addrss 41320 Roswell NM 88202 575-973-1346 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 11. Country or Parish, State SWSW15 T15S R29E NMF Chaves County, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Production (Start/Resume) Water Shut-Off Acidize Deepen Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Other Request for Change Casing Repair New Construction Recomplete Subsequent Report of Operator Change Plans Plug and Abandon ☐ Temporarily Abandon Final Abandonment Notice Plug Back Water Disposal Convert to Injection 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) This is notification that Bar V Barb, LLC is taking over operations of this well in the South Lucky Lake Queen Unit. Bar V Barb, LLC, as a new operatior, accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on this lease, or portion of lease described. GC 6-21-18 Accepted for record • NMOCD Bond coverage: BLM Bond File No: B001321 Change of Operator Effective: 12/16/2015 SEE ATTACHED FOR Former Operator: Tandem Energy (056124) CONDITIONS OF APPROVAL 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Steve Oldfield Title Owner/Operator Date 06/28/2016 Signature

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

(Instructions on page 2)

Approved by

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 575-627-0272

Change of Operator of Wells on Federal Lands 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 Bob Hoskinson at (575) 627-0218 for inspection and to resolve environmental issues.
- 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 the New Mexico State BLM office in Santa Fe, NM.