Form 3160-5 (June 2015)

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

NMOCD Artesia

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

5. Lease Serial No. NMNM074937

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an
handoned well. Use form 3160-3 (APD) for such proposals

ot use this form for proposals to drill or to re-enter an doned well. Use form 3160-3 (APD) for such proposals.	6. If Indian, Allottee or Tribe Name		
IBMIT IN TRIPLICATE - Other instructions on page 2	7. If Unit or CA/Agreement, Name and/or No.		
Vell □ Other	8. Well Name and No. HYDRUS 10 FEDERAL 1		
Contact: LUPE CARRILLO ROLEUM OPERA THAGII: Lupe@percussionpetroleum.com	9. API Well No. 30-015-36233		

SOBMIT IN TRIPLICATE - Other Instructions on page 2		7. If Ollit of CAF	rgreement, rame and/or 140.	
1. Type of Well ☑ Oil Well ☐ Gas Well ☐ Other			8. Well Name and HYDRUS 10 I	
Name of Operator Contact: LUPE CARRILLO PERCUSSION PETROLEUM OPERA EINGil: Lupe@percussionpetroleum.com			9. API Well No. 30-015-3623	33
3a. Address 919 MILAM STREET SUITE 2475 HOUSTON, TX 77002		3b. Phone No. (include area code) Ph: 713-589-9509	10. Field and Poo 96718	l or Exploratory Area
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Par	ish, State
Sec 10 T17S R30E SWSE 330FSL 1650FEL			NTY, NM	
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICATE NATURE O	F NOTICE, REPORT, OR C	OTHER DATA
TYPE OF SUBMISSION		TYPE OF	ACTION	
Notice of Intent	□ Acidize	☐ Deepen	☐ Production (Start/Resume) Water Shut-Off
	□ Alter Casing	☐ Hydraulic Fracturing	□ Reclamation	■ Well Integrity
☐ Subsequent Report	Casing Repair	■ New Construction	☐ Recomplete	Other
☐ Final Abandonment Notice	□ Change Plans	Plug and Abandon	☐ Temporarily Abandon	Successor of Operato
	☐ Convert to Injection	□ Plug Back	■ Water Disposal	•
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 Fonn 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. Notification of Change of Operator effective Feb 12, 2018 Accepted For Record NMOCD NMOCD NMOCD Percussion Petroleum, Operating, LLC (OGRID# 371755) 919 Milam Street, Ste 2475 Houston, Texas 77002				
· —			/m x /31 (E) E3 1 / 1 / 1	

Old Operator: Cimarex Energy Co. of Colorado (OGRID# 162683) 202 S Cheyenne Ave, Ste 1000 Tulsa, OK 74103 SEE ATTACHED FOR CONDITIONS OF APPRQ

	07.19 1 9 2013 //			
Committed to AFMSS for process	7 verified by the BLM Well Information System DISTRIC II-ARTESIA O.O.D. DLEUM OPERATING, sent to the Carlsbad ssing by DEBORAH MCKINNEY on 10/22/2018 ()			
Name (Printed/Typed) DAVID HARSELL	Title/ CONSULTANT // / /			
Signature (Electronic Submission)	Date 10/20/2018/APPROVED			
THIS SPACE FOR FEDERAL OR STATE OFFICE USE				
Approved By	Tide DEC : 8 2018			
Conditions of approval, if any, are attached. Approval of this notice does not wa certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.	arrant or ct lease Office DURE J OF AND JAN CENENT			
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 or agency of the United				

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2) ** OPERATOR-SUBMITTED ** OPERATOR SUBMITTED

Additional data for EC transaction #440567 that would not fit on the form

32. Additional remarks, continued

Percussion Petroleum, Operating, LLC is the new Operator for the list of wells noted below formerly operated by Cimarex Energy Co.

Percussion Petroleum, Operating, LLC accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased lands.

Asset Name API Code JUSTR Lease County
HYDRUS 10 FEDERAL 01 3001536233 O-10-17S-30E NMNM074937 Eddy
HYDRUS 10 FEDERAL 02 3001536186 J-10-17S-30E NMNM074937 Eddy
HYDRUS 10 FEDERAL 03 3001536330 P-10-17S-30E NMNM074937 Eddy
HYDRUS 10 FEDERAL 04 3001536331 I-10-17S-30E NMNM074937 Eddy
HYDRUS 10 FEDERAL 05 3001536543 J-10-17S-30E NMNM074937 Eddy
HYDRUS 10 FEDERAL 06H 3001536544 I-10-17S-30E NMNM074937 Eddy
HYDRUS 10 FEDERAL 07 3001536545 P-10-17S-30E NMNM074937 Eddy
HYDRUS 10 FEDERAL 08 3001536546 O-10-17S-30E NMNM074937 Eddy
HYDRUS 10 FEDERAL 10 3001537381 J-10-17S-30E NMNM074937 Eddy
HYDRUS 10 FEDERAL 11 3001537380 J-10-17S-30E NMNM074937 Eddy
HYDRUS 10 FEDERAL 11 3001537380 J-10-17S-30E NMNM074937 Eddy
HYDRUS 10 FEDERAL 12 2001537383 I-10-17S-30E NMNM074937 Eddy

Change of Operator 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 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.

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