Form 316Q-5 (April 2005)

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

FORM APPROVED
Budget Bureau No 1004-0137
Expires March 31, 2007
Lease Serial No

5 Lease Serial No NMLC 029096C

## SUNDRY NOTICES AND REPORTS ON WELLS

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 If Indian, Allottee or Tribe Name

abandoned well. Use Form 3160-3 (APD) for such proposals.						
SUBMIT IN TRIPLICATE — Other instructions on reverse side.  4 Type of Well  X Oil Gas Well Other  2 Name of Operator VANGUARD PERMIAN LLC  3a Address  3b Phone No. (include area code)				7 If Unit or CA, Agreement, Name and/or No		
4 Type of Well		2011	la.		-	
X Oil Gas Well Other				20. Well Name and No		
, OC, WELL				Colglazier #1		
2 Name of Operator VANGUARD PERMIAN LLC	`	\ nocy	·	21. API Well No		
WANGGARD I ERMAN ELC			30-015-04693			
30 Mone no (monate most code)						
5847 SAN FELIPE SUITE 300	832-327-2252		22. Field and Pool, or Exploratory Area  Barber; Yates			
7 Location of Well (Footage, Sec	, T ,R,M., or Survey Description)	Balou, Tales				
UL B, Sec. 20, T20S, R30E				23. County or Parish, State		
660 FNL & 1980 FEL				Eddy County, NM		
	IATE BOX(s) TO INDIC		NOTICE,	REPORT, OR OT	THER DATA	
TYPE OF SUBMISSION		OF ACTION			C C C C C C C C C C C C C C C C C C C	
X Notice of Intent	Acidize	Deepen	Produ	iction (Start/Resume)	Water Shut-Off	
Notice of Intent	Alter Casing	Fracture Treat	Recl	amation	Well Integrity	
Subsequent Report	Casing Repair	New Construction	Reco	mplete	Other	
Final Abandonment Notice	Change Plans	Plug and Abandon	Tem	porarily Abandon	CHANGE OF OPERATO	
	Convert to Injection	Plug Back	Wate	r Disposal		
If the operation results in a multiple Filed only after all requirements, inc	ne Bond No on file with BLM/BIA Recompletion or recompletion in a new intluding reclamation, have been complete 3100.0-5(a) and 43 CFR	terval, a Form 3160-4 shall be ed, and the operator has determ	filed once testing uned that the site	has been completed Final is ready for final inspection	Abandonment Notices shall be )	
We, as new operator, accept all applicable terms, conditions, stipulations and restrictions concerning operations Conducted on the lease or portion of lease described. We meet all federal bonding requirements as follows (43 CFR 3104):  Bond Coverage: Individually Bonded Accepted for record SEE ATTACHED FOR  NMOCD SEE ATTACHED FOR  CONDITIONS OF A PROCESS.						
BLM Bond File No.:					OF APPROVAL	
TI CC	NMBOODT6171			··DIIIOND (	JI MITROVAL	
20 I hereby certify that the foregoing is	is change is February 1, 2 true and correct	2011.				
Name (Printed/Typed)	<b>.</b>	Title SUP				
Signature S		Date 2/7/1	1	A C	DDAVED	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE				Al	TKUVED	
Approved by Title				Date		
Conditions of approval, if any, are attached Approval of this notice does not warrant or certify that the applicant					OCT 5 - 2011	
Conditions of approval, it any, are attached. Approval of this notice does not warrant or certify that the approval of this holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.  Office			1 1	JD Whitlock Jr		
			HC Hara A			
Title 18 U S C Section 1001 and Title 43 Fictitious or fraudulent statements or repre-	USC Section 1212, make it a crime fo sentations as to any matter within its juri	or any person knowingly and wi Isdiction	mininy to make t		OP-LAND MANAGEMENT SBAD FIELD OFFICE	

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

## **Conditions of Approval**

## Vanguard Permian LLC

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. All above ground structures and equipment on the lease shall be painted Shale Green (5Y 4/2). This is to be done within 90 days, if you have not already done so.
- 3. Submit for approval of water disposal method.
- 4. Submit updated facility diagrams as per Onshore Order #3
- 5. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 6. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 7. 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.
- 8. Subject to like approval by NMOCD.