N.M. Oil Cons. DIV-Dist. 2 UNITED STATES 11 W. Grand Avenue Form 316015 FORM APPROVED OMB No. 1004-0135 Expires July 31, 1996 DEPARTMENT OF THE IN APR 20 2011 BUREAU OF LAND MANAGAMESIA, NM 88210 5. Lease Serial No. NMNM54272 SUNDRY NOTICES AND REPORTS ON WELLS NMOGD not Puse this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side #1. Tacket Fed Type of Well Oil Well Gas Well Gother Well Name and No. Facility & Well #1 Name of Operator 9. API Well No. Topat Oil Corporation 30-005-62365 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory Area (432) 682-6340 505 N Big Springs, Suite 405 Covote (Queen) Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 1980 FSL, 1980 FEL Sec20 T11S R27E Chaves, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION ☐ Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Reclamation Well Integrity Fracture Treat 🗷 Other Change New Construction Recomplete Casing Repair Operator Plug and Abandon Temporarily Abandon Change Plans Final Abandonment Notice 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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) We have sold all interest in this lease. And have turned over operations to Slayton Resources INC. P.O.Box 2035 Roswell, NM 80202 effective June 1, 2010. NEWLED 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Thomas E Schneider VP Operations Signature 3-7-2011 THIS SPACE FOR FEDERAL OR STATE OFFICE USE TIMPETROLEUM ENGINEER APR 14 2011 Office es not warrant or Slayton Resources Inc. Must Sign & Submit A Sundry Notice the subject lease (BLM Form 3160-5) With The Statement Similar To The One Shown Below. Effective 06-01-2010, Slayton Resources Inc. Will Assume Operations y and willfully to make to any department or agency of the United States any false, fictitious or tion. Of The Well And Certifies That it Is Authorized By Proper Lease Interest Owners To Conduct Lease Operations And Is Responsible Under Terms And Conditions Of The Lease Associated With This Well. Bond Coverage

Under Slayton Resources Inc.'s Statewide BLM Bond No. NMB0000 1