Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLSUL 18 2011

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

5. Lease Serial No. NMNM18306

6. 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 in ED			VED	W. A. W. Caller, F. Hooke of This of Table	
SUBMIT IN TRIPLICATE – Other instructions on page 2.			7. If Unit of CA/Agre	7. If Unit of CA/Agreement, Name and/or No.	
1. Type of Well					
Oil Well Gas Well Other			8. Well Name and No PALOMA BLANCO	8. Well Name and No. PALOMA BLANCO 20 FEDERAL #1	
2. Name of Operator Endurance Resources LLC			9. API Well No. 30-025-37295	9. API Well No. 30-025-37295	
3a. Address 3b. Phone No. (include area PO Box 1466 Artesia NM 88211 575-308-0722			10. Field and Pool or ATOKA	10. Field and Pool or Exploratory Area ATOKA	
4. Location of Well (Footage, Sec., T.R.M., or Survey Description) SWSW 20-23S-34E 860 FSL & 860 FWL			1	11. Country or Parish, State LEA COUNTY, NEW MEXICO	
12. CHEC	K THE APPROPRIATE BO	OX(ES) TO INDICATE NATURE O	F NOTICE, REPORT OR OTH	IER DATA •	
TYPE OF SUBMISSION TYPE OF AC			OF ACTION		
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production (Start/Resume) Reclamation		
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	Recomplete Temporarily Abandon	complete	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal		
following completion of the involve testing has been completed. Final adtermined that the site is ready for Operator change from Devon Energ Endurance Resources LLC, as new lease or portion of lease described.	ed operations. If the operat Abandonment Notices must final inspection.) y Production Company L operator, accepts all app	dicable terms, conditions, stipulation	r recompletion in a new interval adulting reclamation, have been	l, a Form 3160-4 must be filed once n completed and the operator has	
Endurance Resources LLC meets federal bonding requirements as follows:			Λ.	חחחחורה	
Bond Coverage: Statewide BLM Bond NMB000640			A	PPROVED	
Effective date of the change is July 1, 2011				JUL 1 4 2011	
SEE ATTACHED FOR				/s/ JD Whitlock Jr	
CONDITIONS OF APPROVAL			BUREA CAI	U OF LAND MANAGEMENT RLSBAD FIELD OFFICE	
I hereby certify that the foregoing is t Name (Printed/Typed) Randall Harris	Title Geologist				
Signature Date 07/08/2011					
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
Approved by		PETROLEMA	BANGINEE / 2	SEP 0 1 2011	

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 or agency of the United States any false,

(Instructions on page 2)

entitle the applicant to conduct operations thereon.

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

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

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

Conditions of Approval

Endurance Resources 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.