

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NMOCD
Hobbs

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

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.

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM 02218
2. Name of Operator EnergyQuest II, LLC		6. If Indian, Allottee or Tribe Name
3a. Address 4526 Research Forest Dr., Ste. 200 The Woodlands, TX 77381	3b. Phone No. (include area code) (281) 875-6200	7. If Unit of CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FNL & 1980' FEL; Sec. 28, T-8-S, R-37-E		8. Well Name and No. El Zorro E Federal #4
		9. API Well No. 30-041-00169
		10. Field and Pool or Exploratory Area Allison; San Andres, East
		11. Country or Parish, State Roosevelt County, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input checked="" type="checkbox"/> Reclamation
<input checked="" type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal
			<input type="checkbox"/> Water Shut-Off
			<input type="checkbox"/> Well Integrity
			<input type="checkbox"/> Other

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.)

Well plugged 8/19/13 by previous operator, Halcon Holdings, Inc. Request to allow the caliche to remain on the roads and at the well location. See attached letter from surface owner releasing EnergyQuest from further obligation.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)
Debra Moore

Title Production Analyst

Signature *Debra Moore* Date 04/07/2016

THE SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by *\S\ Ruben J. Sanchez* Assistant Field Manager,
Lands And Minerals Title Date JUN 02 2016

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.

Office ROSWELL FIELD 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, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

Accepted for Record Only
MSB/ocd 6/9/2016

Malcolm Combs

February 23, 2016

Bureau of Land Management, New Mexico
301 Dinosaur Trail
Santa Fe, NM 87508

Phone: (505) 954-2000

RE: El Zorro A Federal No. 1 Well, API 30-041-207970000
BLM Lease # NMNM-053389

El Zorro E Federal No. 4 Well, API 30-041-001690000
BLM Lease # NMNM-002218

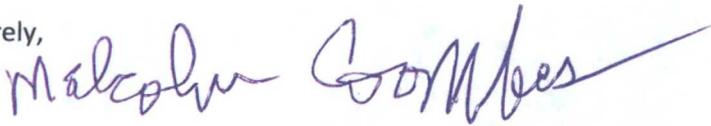
To Whom It May Concern:

This request is to allow the caliche to remain on the roads and at the well locations referenced above. The roads and locations are currently used in my day to day cattle operations. It would be cost prohibited for me to haul in caliche and try and recreate the current conditions in my cattle operations.

I have no problems with the current operator, EnergyQuest II, LLC, leaving the caliche and releasing them of any further requirement or obligation of remediating the well-sites and road locations.

Thank you for your consideration of my request.

Sincerely,



Malcolm Combs

Combes

4-5-16