

HOBBBS
 UNITED STATES
 DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT

JUL 08 2019
 Hobbs

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

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

5. Lease Serial No. NMNM61345 **EE** NM-82102
 6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		7. If Unit of CA/Agreement, Name and/or No. NMNM82102
2. Name of Operator SOUTHBOUND GAS COMPANY		8. Well Name and No. MORRISON FED #1
3a. Address 1909 Woodall Rodgers Freeway, Third Floor Dallas, TX 75201	3b. Phone No. (include area code) (214) 630-0088	9. API Well No. 30-041-20846
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SEC 22-T2S-R29E (750' FNL 990' FEL)		10. Field and Pool or Exploratory Area TULE PENN GAS
		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"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<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	

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.)

THIS SUNDRY NOTICE IS TO ADVISE THAT WE INTEND TO KEEP THE MORRISON FEDERAL #1 WELL SHUT IN FOR ANOTHER YEAR OR UNTIL NATURAL GAS MARKET CONDITIONS IN THE REGION ALLOW US TO ECONOMICALLY AND CONTINUOUSLY PRODUCE THE WELL.

THE WELL IS CAPABLE OF PRODUCING IN PAYING QUANTITIES AND HAS A CUMULATIVE PRODUCTION OF 620,045 MCF.

THE MINIMUM ROYALTY PAYMENT FOR NM-61345 HAS BEEN REMITTED AS OF JUNE, 2019.

*Free well
 State has authority, BLM holds CA*

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)
 LUCIEN J. TUJAGUE, JR.

Signature: *Lucien J. Tujague, Jr.*

Title: PRESIDENT
 Date:

06/26/2019
ACCEPTED FOR RECORD

JUL 01 2019
 Date

**BUREAU OF LAND MANAGEMENT
 ROSWELL FIELD OFFICE**

THE SPACE FOR FEDERAL OR STATE OFFICE USE

Approved for: *[Signature]*
 Title: _____
 Office: _____

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.

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)

[Handwritten initials]