OCD-ARTESIA

Form 3160- 5 (August 2007)

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

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

Lease Senal No

LC026874 NMNM107688

SHAPPY NOTICES AND DEPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an				6 If Indian, Allottee, or Tribe Name	
	Use Form 3160-3 (A				
SUBMIT IN TRIPLICATE - Other Instructions on page 2				7 If Unit or CA/Agreement, Name and/or No	
1 Type of Well Other Onl Well Other Name of Operator				CA107688	
				8 Well Name and No	
				DOSEQUIS ASQ FEDERAL COM 1 9 API Well No	
LRE Operating, LLC				3001530464	
3a Address 1111 Bagby - Suite 4600, Houston, TX 3b Phone No (include area code)				10 Field and Pool, or Exploratory Area	
77002 713-292-9510				HART DRA	
4 Location of Well (Footage, Sec., T, R, M, or Survey Description) 660 FSL 660 FEL; P-30-17S-27E				County or Parish, State EDDY, NM	
12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOT				CICE, REPORT, OR OTHER DATA	
TYPE OF SUBMISSION TYPE OF ACTIO				ON	
Notice of Intent	Acıdıze	Deepen	Production	on (Start/ Resume)	Water Shut-off
	Altering Casing	Fracture Treat	Reclama	tion	Well Integrity
Subsequent Report	Casing Repair	New Construction	Recompl	lete	Other Change
	Change Plans	Plug and abandon	Tempora	ırıly Abandon	of Operator
Final Abandonment Notice	Convert to Injection	Plug back	Water D	•	osed work and approximate duration
LRE Operating, LLC as operations conducted	Change of Operator on to s new operator, accepts on this lease or portion Bond File No. NMB00079	all applicable terms, co of lease described.	nditions, stipula	tions and restriction	
Bond Coverage (Carlsbad): BLM Bond File No. NMB000817 and Bond Surety No. B00				06679.	APPROVED
Change of Operator Effective November 16,2011 Former Operator: Lime Rock Resources A, L.P.					
DECENTED !					DEC 7 2011
DEC 0 7 2011 SEE ATTACHED FOR			1	/s/ JD Whitlock Jr	
DEC 0 7 ZUII	CONDI	DITIONS OF APPROVAL		r	
NMOCD ARTESI	4			CARLERAD OF LAND MANAGEMENT	
14.—I hereby certify that the foregon	ng is true and correct Name (F	rinted/Typed)		L	OWNEDD THEED OFFICE
C. Tim Miller Title				Chief Operating Officer	
Signature Date 11/1				///	
	THIS SPACE	FOR FEDERAL O	R STATE O	FFICE USE	<u> </u>
Approved by					
			tle	D	ate
Conditions of approval, if any, are at certify that the applicant holds legal	or equitable title to those rights	in the subject lease	ffice		
Title 18 U S C Section 1001 and Tit	ile 43 USC Section 1212, ma	ke it a crime for any person k	nowingly and willfu	lly to make to any depar	tment or agency of the United States any

(Instructions on page 2)

SUBJECT TO LIKE APPROVAL BY BLM

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

Spoode 12/23/20"
Accepted for record
NMOCD

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

Conditions of Approval

LRE Operating, 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.
- 9. Submit plan for approval of well operations within 30 days of this approval to change operator.

43 CFR 3162.3-4 (C) requires that wells incapable of production in paying quantities be promptly plugged and abandoned....