

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

New Mexico Oil Conservation Division District I  
1625 N. French Drive  
Hobbs, NM 88240

FORM APPROVED  
NMNM72342  
Expires July 31, 2010

**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.**

HOBBS OCD

SUBMIT IN TRIPLICATE - Other instructions on page 2.

AUG 31 2012

1 Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2 Name of Operator

LRE Operating, LLC

3a Address

1111 Bagby Street Suite 4600, Houston, Tx 77002

3b Phone No. (include area code)

575-623-8424

4. Location of Well (Footage, Sec., T, R., M., or Survey Description)

660' FSL 1650' FEL O-20-07S-23E

6. If Indian, Allottee or Tribe Name

7. If Unit of CA/Agreement, Name and/or No.  
NMNM72342

8 Well Name and No.  
McKnight Com #1

9 API Well No.  
30-005-61684

10. Field and Pool or Exploratory Area  
Pecos Slope; ABO West

11. Country or Parish, State  
Chaves, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input checked="" type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<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 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 recompleat 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 recompleat 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 well has returned to production on February 23, 2012 after being shut in for an extended period of time. Please note that this well along with others in the Pecos Slope area are being alternated for production due to limited capacity thru Agave Pipeline.

**DENIED**

RECEIVED  
SEP 05 2012  
NMOCD ARTES

**DENIED**

DENIED! Well Produced For 37 Days From  
02-23-2012 Thru 05-04-2012 Was Shut-In  
Again! Well Has Not Produced For At Least  
15 Days During Any Month Since 03-2012!

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

Michael Barrett

Title Production Supervisor

Signature

Date 08/07/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

**DENIED /S/ DAVID R. GLASS**

PETROLEUM ENGINEER

Date

AUG 21 2012

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify

which would

Office

ROSWELL FIELD OFFICE

DENIED: Under 43 CFR 3162.3-4 (c): The Authorized Officer May Authorize A Delay In The Permanent Abandonment Of A Well For A Period Of 12 Months. When Justified By The Operator. Provide Justification For Your Requested Shut-In.

or any person knowingly and willfully to make to any department or agency of the United States any false, misstatement or omission in any report or document submitted to the Bureau of Land Management.