N.M. OIL CONSERVATION DIV 811 S. FIRST STREET,

Form 3160- 5 (August 2007)

UNITED STATES ARTESIA, NM 88201

FORM APPROVED OMB No. 1004- 0137

6. If Indian, Allottee, or Tribe Name

BUREAU OF LAND MANAGEMENT

Lease Serial No.

NM061P3585C505

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 propos | sals. | | |
|---|---|-------------------------|--|---|
| SUBMIT IN TRIPLICATE – Other Instructions on page 2. | | | 7. If Unit or CA/Agreement, Name and/or No. | |
| 1. Type of Well Oil Well OGas Well Other | | | NM-72474 | |
| | | | 8. Well Name and No. | |
| 2. Name of Operator | | | CAUDILL RZ COM 7 9. API Weil No. | |
| LRE Operating, LLC | | | 3000562214 | |
| 3a. Address 1111 Bagby - Suite 4600, Houston, TX 3b. Phone No. (include area code) 77002 713-292-9510 | | | 10. Field and Pool, or Exploratory Area PECOS SLOPE; ABO | |
| 77002 713-292-9510 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | | | 11. County or Parish, St | |
| 1980 FSL 1980 FWL; K-17-06S-26E | | | CHAVES, NM | |
| 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOT | | | ICE, REPORT, OR O | THER DATA |
| TYPE OF SUBMISSION TYPE OF ACTION | | | | |
| ▼ Notice of Intent Acidize | Deepen | Production | n (Start/ Resume) | Water Shut-off |
| Altering Casing | Fracture Treat | Reclamat | , | Well Integrity |
| Subsequent Report Casing Repair | New Construction | Recomple | ete | Other Change |
| Change Plans | Plug and abandon | Temporar | ily Abandon | of Operator |
| Final Abandonment Notice Convert to Injection 13. Describe Proposed or Completed Operation: Clearly | - | Water Di | • | |
| This is notification of Change of Operator of LRE Operating, LLC as new operator, accessory operations conducted on this lease or portional Bond Coverage: BLM Bond File No. NMB00 Bond Coverage (Carlsbad): BLM Bond File Change of Operator Effective November 16 Former Operator: Lime Rock Resources A. | on the above referenced we pts all applicable terms, corion of lease described. 10797 and Bond Surety No. No. NMB000817 and Bond 5,2011, L.P. | B006616. Surety No. B00 | 6679. | RECEIVED FEB 4 2013 MOCD ARTESIA |
| , | , , , | | Chief Operation | Officer |
| C. Tim Miller | Title | | Chief Operating | Officer |
| Signature C. Fillin | Date | 11/16/11 | | |
| THIS SPACE | CE FOR FEDERAL O | R STÁTE OI | FICE USE | |
| Approved by /S/ DAVID R. C | GLASS To | PETROLEUI | M ENGINEER Dat | FEB 2 1 2012 |
| Conditions of approval, if any, are attached. Approval of this no certify that the applicant holds legal or equitable title to those rightly would entitle the applicant to conduct operations thereon | ights in the subject lease Off | ice ROS | WELL FIELD OF | TRICE |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212 fictitious or fraudulent statements or representations as to any m | , make it a crime for any person kn | owingly and willful | y to make to any departm | nent or agency of the United States any |

(Instructions on page 2)