|   |  | 1  | NMO   | CD  |   |  |
|---|--|--|---|---|---|--|
| Form 3160-5 UNITED (June 2015) DEPARTMENT OF  |  | ES   | Hobb  | s   | FORM APPROVED<br>OMB No. 1004-0137<br>Expires: January 31, 2018                         |  |
|   | BUREAU OF LAND MAI   | NAGEMENT   | HOB   | 5. Lease Serial No.   | NMNM56264   |  |
| Do not u  | JNDRY NOTICES AND REP<br>use this form for proposals<br>ed well. Use Form 3160-3 (A                          | to drill or to re  | e-enter an                                  | 6. ffindian, Allottee   | or Tribe Name   |  |
| S   | UBMIT IN TRIPLICATE - Other inst   | tructions on page 2  | Reat procession in the                      | 7. If Unit of CA/Agre   | eement, Name and/or No.   |  |
| 1. Type of Well     Image: Oil Well   Image: Gas Well       Image: Other                    |  |  |   | 8. Well Name and No   | 8. Well Name and No. NORTH LEA FEDERAL #12  |  |
| 2. Name of Operator READ OPERATING COMPANY LLC  |  |  |   | 9. API Well No. 30-0  | 9. API Well No. 30-025-39939  |  |
| 3a. Address P.O. BOX 15<br>ROSWELL, I   | 3b. Phone No. <i>(include area code)</i><br>(575) 622-3770   |  |   | 10. Field and Pool or Exploratory Area<br>LEA; DELAWARE NE                    |   |  |
| 4. Location of Well (Footag<br>SEC 10, T20S-R34   | 1)   |  |   | 11. Country or Parish, State<br>LEA COUNTY, NM                                |   |  |
|   | 12. CHECK THE APPROPRIATE  | BOX(ES) TO INDIC   | ATE NATURE O                                | F NOTICE, REPORT OR OT  | HER DATA  |  |
| TYPE OF SUBMISS   | SION   | 1. 78. 63  | TYPE  | OF ACTION   |   |  |
| Votice of Intent  | Acidize Alter Casing Casing Repair Change Plans  | New Con  | c Fracturing [<br>nstruction [<br>Abandon [ | Production (Start/Resume)<br>Reclamation<br>Recomplete<br>Temporarily Abandon | Water Shut-Off<br>Well Integrity<br>Other   |  |
| Final Abandonment   | Notice Convert to Injectio   | n 🗌 Plug Bac   | k   | Water Disposal  | and the second second   |  |
| completed. Final Aband<br>is ready for final inspec   | Ionment Notices must be filed only after<br>tion.)<br>npany LLC is requesting a Change<br>npany LLC BL<br>Bo | of Operator for the  | North Lea Feder                             | ion, have been completed and<br>eral #12 to:<br>NBOOI324                      | 3160-4 must be filed once testing has been<br>the operator has detennined that the site |  |
|   | Rea<br>Pio   | 0,000 Blanket Cash<br>ad Operating Comp<br>neer Bank -Roswel<br>nd #OCD-1042 | any LLC, Princi                             | Account #0140101609   | D FOR<br>F APPROVAL   |  |
| Change of Operator  | will take place January 1, 2016.   |  |   |   |   |  |
| The undersigned acc<br>thereof, as described  | cepts all applicable terms, condition<br>d above.  | s, stipulations, and   | restrictions con                            | cerning operations conduct  | ed on the leased land or portion  |  |
|   |  |  |   | 1   | 1/1   |  |
| 14. I hereby certify that the f<br>Rory McMinn  | oregoing is true and correct. Name (P.   | rinted/Typed)<br>Tit   | President                                   | APPROVED  | HA//  |  |
| Signature B   | All Operator Changes mus<br>electronically with the NM   | t be filed   |   |   |   |  |
|   | All Operator with the Nr   | NOCE   | . OR STAT                                   | re oficiel uses 2016  |   |  |
| Approved by   | electronices i<br>E-permitting   |  | tle   | BURANNA   | pate  |  |
| Conditions of approval, if an certify that the applicant hole which would entitle the appli | ds l   | in the subject lease   | Office                                      | CARLSDAD HELY SA  |   |  |
|   | and Title 43 U.S.C Section 1212, make<br>lent statements or representations as to                            |  |   | and willfully to make to any de   | epartment or agency of the United States  |  |

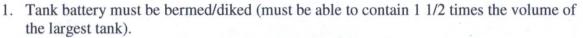
h

## Read Operating Company LLC January 5, 2016 Change of Operator Conditions of Approval

HOBBS OCD

JAN 0 8 2016

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- 2. Submit for approval of water disposal method.
- 3. Submit updated facility diagrams as per Onshore Order #3
- 4. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 5. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 6. 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.
- 7. Subject to like approval by NMOCD.
- 8. All Reporting to ONRR (OGOR Reports) must be brought current within 30 days of this approval including any past history.
- 9. If this well is incapable of producing in paying quantities submit NOI to plug and abandon this well or obtain approval to do otherwise within 90 days.
- 10. Submit plan for approval of well operations for all TA/SI wells within 30 days of this approval to change operator.
- 11. If not in place acquire operating rights on this lease within 30 days with BLM office in Santa Fe, NM.

## **JAM 010516**