Form 3160-5 (March 2012)

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

HOBBS OCD

OCD Hobbs

FORM APPROVED OMB No. 1004-0137

Expires: October 31, 2014

5. Lease Serial No.

LC 058514				
6 If Indian Allottee or Tribe Name				

Do not use this forn	n for proposals to drill or to Form 3160-3 (APD) for suc	re-enter an	6. If Indian, Allottee or Tribe Name			
SUBMIT IN	7. If Unit of CA/Agreement, Name and/or No.					
1. Type of Well  Oil Well  Gas Well	Other		8. Well Name and No. Pearsall BX #2  31203			
2. Name of Operator Legacy Reserves Operating LP			9. API Well No. 30-025-00822			
3a. Address PO Box 10848, Midland, T	10. Field and Pool or Exploratory Area Pearsall Queen	_				
<ol> <li>Location of Well (Footage, Sec., T.,R.,M. 1345' FNL &amp; 1295' FEL, Unit Letter H, Sec. 34, T-</li> </ol>	1	11. County or Parish, State Lea Co., NM				
12. CHECK T	HE APPROPRIATE BOX(ES) TO IND	ICATE NATURE OF NO	OTICE, REPORT OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF A	ACTION			
Notice of Intent	Acidize Deep Alter Casing Fractu	=	Production (Start/Resume) Water Shut-Off Reclamation Well Integrity			
Subsequent Report			Recomplete	ito		
Final Abandonment Notice	Convert to Injection Plug		Water Disposal			
Effective 01/01/2013 COG Operating, LLC transferred operations to Legacy Reserves Operating LP.  The undersigned accepts all applicable terms, conditions, stipulations and restrictions concerning operations on the lease land or portion thereof, as described above.  Legacy Reserves Operating LP bond coverage pursuant to 43 CFR 3104 for lease activities is provided by BLM Bond No. NMB000394.						
	SUBJECT TO APPROVAL BY	LIKE STATE	SEE ATTACHED FOR CONDITIONS OF APPROVAL	ı		
14. I hereby certify that the foregoing is true ar	nd correct. Name (Printed/Typed)					
Ernie Hanson	1940	Title Operations Manager				
Signature Date 01/01/2013						
	THIS SPACE FOR FEDE	RAL OR STATE C	PFICEUSEVED			
Approved by /s/ Jerry Blak	ley	Title	MIT INUVEID	_		
Conditions of approval, if any, are attached. Ap		ertify	JUN 2 2 2013			

Title 18 U.S.C. Section 1001 and Mule 43 U.S.C. Section 1212, make the crime for any person knowingly and will fully to make to any department or agency of the United States any false, fictitious or fraudulent statements of reports as the my matter value its prisdiction.

CARL SBAD FIFT D. OFFICE

entitle the applicant to conduct operations thereon.

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

#### 6/22/2013 Approved subject to Conditions of Approval. Recent Bond review. JDB

## **Change of Operator**

# **Conditions of Approval**

### Legacy Reserves Operating LP.

- 1. Tank battery must be bermed/diked (must be able to contain 1.1/2 times the volume of the largest tank).
- 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. Submit plan for approval of well operations for all TA/SI wells within 90 days of this approval to change operator.
- 9. If a well is not capable of production in paying quantities submit Notice of Intent to P&A or submit documentation proving that well is capable of production in paying quantities within 90 days of approval of change of operator.