

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED  
OMB No. 1004-0137  
Expires: October 31, 2014

**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

SEP 19 2013

SUBMIT IN TRIPLICATE - Other instructions on page 2.

RECEIVED

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		7. If Unit of CA/Agreement, Name and/or No.
2. Name of Operator Bluestem Energy Holdings, LLC		8. Well Name and No. Corbin Federal #1
3a. Address 421 W. 3rd Street, Suite 700 Fort Worth, TX 76102		9. API Well No. 30-025-25453
3b. Phone No. (include area code) 817-872-9800		10. Field and Pool or Exploratory Area Corbin Bone Spring S.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Section 20, T18S, R33E, SE SW, 660 FSL, 1980 FWL		11. County or Parish, State Lea County, New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input 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 checked="" type="checkbox"/> Other <u>Change of Operator</u>
	<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 recomple 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 recomple 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.)

The undersigned accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof, as described below:

API No. 30-025-25453  
Lease No. NM-14903  
BLM Bond No. B006957  
Legal Description of Land: SE SW, Section 20, T18S, R33E

OPER. OGRID NO. 386989

PROPERTY NO. 309611

POOL CODE 13160

EFF. DATE 11/23/2011


API NO. 30-025-25453

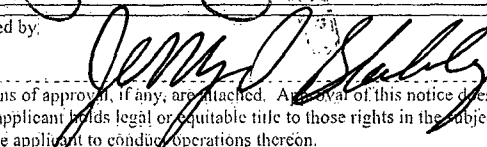
The operation of the above-referenced lease and well have been transferred effective November 15, 2011 from:

Adventure Exploration Partners, LLC  
500 W. Texas Avenue, Suite 1000  
Midland, TX 79701  
BLM Bond No. NMB000637

**SUBJECT TO LIKE  
APPROVAL BY STATE**

**SEE ATTACHED FOR  
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) JAMES C. GRESHAM, JR.		Title VICE PRESIDENT - LAND
Signature 		Date 09/04/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE		APPROVED	
Approved by: 	Title	SEP 16 2013	Date
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 entitle the applicant to conduct operations thereon.	Office		
Title 18 U.S.C. Section 1001 and Title 18 U.S.C. Section 112, make it a crime for any person knowingly and willfully to provide false or fraudulent statements or representations as to any matter within its jurisdiction.		BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE	

(Instructions on page 2)

SEP 25 2013

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

**Conditions of Approval**

**Change of Operator  
Bluestem Energy Holdings LLC**

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.

9/16/2013