Form 3160-5 (June 2015)

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

SUNDRY NOTICES AND REPORTS ON WELLS

Alter Casing

Casing Repair

Change Plans

Convert to Injection

NMOCI Hobbs

FORM APPROVED OMB No. 1004-0137

Well Integrity

**✓** Other

Expires: January 31, 2018 5. Lease Serial No.

SHL:LC-065607; BHL:LC-064194 6. If Indian, Allottee or Tribe Name

## Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 1. Type of Well 20 8 Well Name and No. NORTH LEA 4 FED COM #4H ✓ Oil Well Gas Well 9. API Well No. 30-025-42270 2. Name of Operator READ OPERATING COMPANY LLC & Stevens Tre 3a. Address P.O. BOX 1518 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area ROSWELL, NM 88202-1518 (575) 622-3770 QUAIL RIDGE; BONE SPRING SOUTH 11. Country or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SHL: SEC 4, T20S-R34E 660' FNL & 1040' FWL LEA COUNTY, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Production (Start/Resume) Water Shut-Off Acidize Deepen ✓ Notice of Intent

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 recomplete 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 perfonned 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 recompletion 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 detennined that the site is ready for final inspection.)

Hydraulic Fracturing

New Construction

Plug and Abandon

Plug Back

Read Operating Company LLC is requesting a Change of Operator for the North Lea 4 Federal Com #4H to:

Read Operating Company LLC P. O. Box 1518 Roswell, NM 88202-1518

Subsequent Report

Final Abandonment Notice

BLM Bond No. NMB001147> Bond Type: Oil & Gas Personal Bond Bond Amount: \$25,000

\$50,000 Blanket Cash Plugging Bond Pioneer Bank -Roswell Depository CD Account #0140101609 S OF APPROVAL Bond #OCD-1042

Reclamation

Recomplete

Water Disposal

Temporarily Abandon

Change of Operator will take place January 1, 2016.

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

14. I hereby certify that the foregoi Rory McMinn	ng is true and correct. Name (Printed/Typed)	President Title		////
Signature &	All Operator Changes must be t	iled	APP 11/20/2015	
Approved by	All Operator Changes must be f  —electronically with the NMOCD  E-permitting	through	E OFICE USE  JAN 5 2016	Multiple
Conditions of approval, if any, are certify that the applicant holds lega which would entitle the applicant to	l or e une subject l	ease Office	BUKEAVOI LAND MANA CARLSBAD FIELD OF	
Title 18 II S C Section 1001 and Ti	tle 43 II S C Section 1212 make it a crime for a	ny nerson knowingly a	and willfully to make to any departs	ment or aganay of the United States

any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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



- 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. 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**