Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

BUREAU OF LAND MANAGEMENT			SHL:NMNM84902; BHL:NMNM54432		
Do not use this fo	orm for proposals	ORTS ON WELLS to drill or to re-enter an APD) for such proposals		Tribe Name	
SUBMIT IN T	RIPLICATE - Other inst	tructions on page 2	7. If Unit of CA/Agree	ment, Name and/or No.	
1. Type of Well Oil Well Gas We	ell Other	1100	8. Well Name and No.	NORTH LEA 3 FED COM #3H	-
2. Name of Operator READ OPERATION	NG COMPANY LLC		9. API Well No. 30-02	5-42228	
3a. Address P.O. BOX 1518 ROSWELL, NM 88202-1518		3b. Phone No. (include area cod (575) 622-3770		10. Field and Pool or Exploratory Area QUAIL RIDGE; BONE SPRING SOUTH	
4. Location of Well (Footage, Sec., T.,R., SHL: SEC 3, T20S-R34E 200' F	M., or Survey Description NL & 2290' FWL	n)	11. Country or Parish, S LEA COUNTY, NM		
12. CHEC	K THE APPROPRIATE	BOX(ES) TO INDICATE NATUR	E OF NOTICE, REPORT OR OTH	ER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
✓ Notice of Intent	Acidize Alter Casing	Deepen Hydraulic Fracturing	Production (Start/Resume) Reclamation	Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	Recomplete Temporarily Abandon	✓ Other	
Final Abandonment Notice	Convert to Injection	n Plug Back	Water Disposal		
13. Describe Proposed or Completed Ope	eration: Clearly state all p	pertinent details, including estimate	d starting date of any proposed wor	k 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.)

Read Operating Company LLC is requesting a Change of Operator for the North Lea 3 Federal Com #3H to:

Read Operating Company LLC P. O. Box 1518

Roswell, NM 88202-1518

BLM Bond No. NMB001147 NMB00 1324 Bond Type: Oil & Gas Personal Bond

Bond Amount: \$25,000

\$50,000 Blanket Cash Plugging Bond Read Operating Company LLC, Principal

Pioneer Bank -Roswell Depository CD Account #0140101609

Bond #OCD-1042

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 foregoing is true and correct. Name (<i>Printed/Typed</i>) Rory McMinn	President Title	
Signature B	Date	AP 11/20/2015 ED
THE SPACE FOR FEE	ERAL OR STAT	TE OFICE USE
Approved by All Operator Changes must electronically with the NMC	be tiled OCD through	JAN 4 2016
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent which would entitle the applicant to condu		CARLSBAD FIELD OFFICE
Title 18 U.S.C Section 1001 and Title 43 U any false, fictitious or fraudulent statements or representations as to any matter with	hin its jurisdiction.	and willfully to make to any department or agency of the United States

NS OF APPROVAL

Read Operating Company LLC January 4, 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 010416