Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Hobbs

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

5. Lease Serial No. NMNM84902

	•	or such proposals.	IZ ISIL is COA/A		
SUBMIT IN TRIPLICATE - Other instructions on page 2MAR 1 4 2016 1. Type of Well			7. If Unit of CA/Agreement, Name and/or No.		
✓ Oil Well Gas W	Vell Other	DECEMENT	8. Well Name and No. QUAIL FEDERAL #6		
2. Name of Operator READ & STEVENS, INC.			9. API Well No. 30-025-34116	9. API Well No. 30-025-34116	
3a. Address P.O. BOX 1518 ROSWELL, NM 88202-1518 3b. Phone No. (include area code) (575) 622-3770		10. Field and Pool or Exploratory Area			
			LEA; DELAWARE NE		
4. Location of Well (Footage, Sec., T.,R	.,M., or Survey Description)		11. Country or Parish, State		
SEC 3, T20S-R34E 2310' FNL & 990' FEL			LEA COUNTY, NM		
12. CHE	CK THE APPROPRIATE BOX(ES)	TO INDICATE NATURE OF N	NOTICE, REPORT OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF	ACTION		
✓ Notice of Intent	Acidize	and the second s	Production (Start/Resume) Water Shut-Off		
	Alter Casing		Reclamation Well Integrity		
Subsequent Report	Casing Repair		Recomplete ✓ Other		
	Change Plans		Temporarily Abandon		
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal		
Roswell, NM 88202-1518	\$50,000 Bla Read & Ste	unt: \$300,000 anket Cash Plugging Bond vens, Inc., Principal nk -Roswell Depository CD Ac 0-1042	SEE ATTACHED FOR CONDITIONS OF APPROV	/AL	
Read & Stevens, Inc. accepts a thereof, as described above.	Il applicable terms, conditions, st	tipulations, and restrictions co	encerning operations conducted on the leased land or	portion	
4. I hereby certify that the foregoing is	true and correct. Name (Printed/Typ	ped)		/	
I hereby certify that the foregoing is Kelly Barajas	true and correct. Name (Printed/Typ		egulatory Analyst	/	
	true and correct. Name (Printed/Ty)	Production & Re	egulatory Analyst		
Kelly Barajas	ed .	Production & Re	01/29/2016		
Signature HBaraja	ed .	Title Production & Re	01/29/2016		
Kelly Barajas	THE SPACE FOR	Date Production & Re Title Date FEDERAL OR STATE Title warrant or	01/29/2016 OFICE USE		

(Instructions on page 2)

MAR 1 4 2016

Read & Stevens, Inc. March 01, 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 030116