Form 3160-5	UNITED STATES	NMOCI Hobbs		FORM APPROVED OMB No. 1004-0137	
	PARTMENT OF THE INTERI	IOR		Expires: January 31, 2018	
	EAU OF LAND MANAGEM		5. Lease Serial No.	SHL:NMNM84902; BHL:NMNM	
Do not use this	NOTICES AND REPORTS (form for proposals to drill Use Form 3160-3 (APD) fo	or to re-enter an or such proposals.	6. If Indian, Allotte	e or Tribe Name	
SUBMIT IN	TRIPLICATE - Other instructions o	on page 2	7. If Unit of CA/A	greement, Name and/or No.	
1. Type of Well ✓ Oil Well Gas Well		MARIA	Well Name and	^{No.} NORTH LEA 3 FED COM #3	
2. Name of Operator READ & STEVE	ENS, INC.	REA	9. API Well No. 30	-025-42228	
3a. Address P.O. BOX 1518 ROSWELL, NM 88202	3b. Phor	ne No. <i>(include area code)</i> 622-3770	10. Field and Pool	or Exploratory Area BONE SPRING SOUTH	
4. Location of Well (Footage, Sec., T.,			11. Country or Par		
SHL: SEC 3, T20S-R34E 200' FNL & 2290' FWL			LEA COUNTY,	LEA COUNTY, NM	
12. CHF	ECK THE APPROPRIATE BOX(ES)	TO INDICATE NATURE	OF NOTICE, REPORT OR O	OTHER DATA	
TYPE OF SUBMISSION		ТҮР	E OF ACTION		
✓ Notice of Intent	Acidize	Deepen	Production (Start/Resum		
	Alter Casing	Hydraulic Fracturing	Reclamation Recomplete	Well Integrity	
Subsequent Report	Change Plans	Plug and Abandon	Temporarily Abandon	Union	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal		
	sting a Change of Operator for the		JED ALLA	CHED FOR	
Read & Stevens, Inc. P. O. Box 1518	BLM Bond N Bond Type:	lo. NMB001324 Oil & Gas Personal Bor	CONDITIC	CHED FOR ONS OF APPROV	
Read & Stevens, Inc.	BLM Bond N Bond Type: Bond Amour \$50,000 Blan Read & Steve	lo. NMB001324 Oil & Gas Personal Bor nt: \$300,000 nket Cash Plugging Bon rens, Inc., Principal k -Roswell Depository C	CONDITIO		
Read & Stevens, Inc. P. O. Box 1518 Roswell, NM 88202-1518	BLM Bond N Bond Type: Bond Amour \$50,000 Blan Read & Steve Pioneer Bank	lo. NMB001324 Oil & Gas Personal Bor nt: \$300,000 nket Cash Plugging Bon vens, Inc., Principal k -Roswell Depository C -1042	d D Account #0140101609	ONS OF APPROV	
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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.

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