Form 3160-5 (August 2007)

(Instructions on page 2)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No 1004-0137

Expires July 31, 2010

5. Lease Serial No. NMLC 065478 \$\mathcal{B}\$

OCD-Hobbs

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.					6 If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE – Other instructions on page 2					7 If Unit of CA/Agreement, Name and/or No			
1. Type of Well		· · · · · · · · · · · · · · · · · · ·	<u> </u>					
✓ Oil Well Gas Well Other					8. Well Name and No. FEDERAL F #1			
2 Name of Operator THREE RIVERS OPERATING COMPANY, LLC					9 API Well No 30-015-22342			
3a Address 3b. Phone No. (include area code) 1122 S. CAPITAL OF TX HWY , SUITE 325 512-600-3195					10 Field and Pool or Exploratory Area CHALK BLUFF			
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)					11. Country or Parish, State EDDY, NM			
G-3-18S-27E SWNE 1980' FNL & 1650' FEL					EDD1, NW			
12. CHEC	K THE APPROPRIATE BOX	(ES) TO IND	ICATE NATURE	OF NOT	CE, REPORT OR OTHE	R DATA		
TYPE OF SUBMISSION			TYF	TON				
Notice of Intent	Acidize Alter Casing Casing Repair	=	en ure Treat Construction	Rec	duction (Start/Resume) Water Shut-Off Clamation Well Integrity Complete Other CHANGE OF			
Subsequent Report	Change Plans			=	nporarily Abandon	OPERATOR		
Final Abandonment Notice	Convert to Injection		Back		ter Disposal			
Attach the Bond under which the w following completion of the involve testing has been completed. Final determined that the site is ready for CHANGE OF OPERATOR FROM COMPLETE TO The undersigned accepts all applicate pursuant to NTL 89-1, as described Bond Coverage: BLM Bond # NMB Surety Bond # RLE Bond Amount: \$2: Bond Type: Statest Effective Date: April 26, 2010 SEE ATTACHED CONDITIONS OF	red operations. If the operation Abandonment Notices must be refinal inspection.) CHESAPEAKE OPERATING ble terms, conditions, stipulated below: 000672 80013149 5,000.00 wide Bond	results in a n filed only aft , INC. TO To ations, and r	nultiple completion er all requirements HREE RIVERS (or recom	pletion in a new interval, g reclamation, have been o	a Form 3160-4 must be completed and the open the lease land or por the	pe filed once erator has	
14. I hereby certify that the foregoing is ti	ue and correct. Name (Printed/)	Typed)			O/MEDD/10 11		<u> </u>	
MIKE WICHTERICH	·	•	Title PRESIDE	NT				
Signature MM			Date 08/30/2011					
	THIS SPACE FO	OR FEDE	RAL OR STA	TE OF	FICE USE			
Approved by			Title		Di	ate		
Conditions of approval, if any, are attached that the applicant holds legal or equitable to entitle the applicant to conduct operations to	tle to those rights in the subject le		ertify					
Title 18 U S C Section 1001 and Title 43 fectitious or fraudulent statements or representations.				l willfully	to make 10 any department	or agency of the United	States any false	

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

Conditions of Approval

Three Rivers Operating Company, LLC

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. All above ground structures and equipment on the lease shall be painted Shale Green (5Y 4/2). This is to be done within 90 days, if you have not already done so.
- 3. Submit for approval of water disposal method.
- 4. Submit updated facility diagrams as per Onshore Order #3
- 5. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 6. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 7. 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.
- 8. Subject to like approval by NMOCD.