

N.M. OIL CONSERVATION DIVISION

RECEIVED
Form 3160-3
(August 2009)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT811 S. FIRST STREET
ARTESIA, NM 88204FORM APPROVED
OMB No 1004-0137
Expires July 31, 2010

FEB 24 2012

NMOCD ARTESIA

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an
abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other Instructions on page 2

1 Type of Well

☐ Oil Well☒ Gas Well☐ Other

2 Name of Operator

LRE Operating, LLC

3a Address

1111 Bagby - Suite 4600, Houston, TX
77002

3b Phone No (include area code)

713-292-9510

4 Location of Well (Footage, Sec., T., R., M., or Survey Description)

2280 FSL 660 FEL; I-12-08S-22E

5 Lease Serial No

NMNM36652

6 If Indian, Allottee, or Tribe Name

7 If Unit or CA/Agreement, Name and/or No

8 Well Name and No

BARN FEDERAL 1

9 API Well No

3000560698

10 Field and Pool, or Exploratory Area

PECOS SLOPE; ABO, WEST

11 County or Parish, State

CHAVES, NM

12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

☐ Notice of Intent☐ Acidize☐ Deepen☐ Production (Start/ Resume)☐ Water Shut-off☒ Subsequent Report☐ Altering Casing☐ Fracture Treat☐ Reclamation☐ Well Integrity☐ Casing Repair☐ New Construction☐ Recomplete☒ Other Change☐ Change Plans☐ Plug and abandon☐ Temporarily Abandon

of Operator

☐ Final Abandonment Notice☐ Convert to Injection☐ Plug back☐ Water Disposal

13 Describe Proposed or Completed Operation. Clearly state all pertinent details including estimated starting date of any proposed work and approximate duration the proposal is to deepen directionally or recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and Attach the Bond under which the work will be performed or provide the Bond No on file with the BLM/ BIA. Required subsequent reports must be filed within 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 testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator determined that the site is ready for final inspection.)

This is notification of Change of Operator on the above referenced well.

LRE Operating, LLC as new operator, accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on this lease or portion of lease described.

Bond Coverage: BLM Bond File No. NMB000797 and Bond Surety No. B006616.

Bond Coverage (Carlsbad): BLM Bond File No. NMB000817 and Bond Surety No. B006679.

Change of Operator Effective November 16, 2011

Former Operator: Lime Rock Resources A, L.P.

Bond Coverage (RFO Only): \$500,000.00 BLM
 Bond File No. NMB000857
 Bond Surety No. B007133

14 I hereby certify that the foregoing is true and correct Name (Printed/ Typed)

C. Tim Miller

Title

Chief Operating Officer

Signature

Date

11/16/11

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/S/ DAVID R. GLASS

PETROLEUM ENGINEER

Date

FEB 21 2012

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

ROSWELL FIELD OFFICE

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)