OCD-ARTESIA

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
ease Serial No.

5. Lease Serial No. NMLC050158

6 If Indian, Allottee or Tribe Name

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 - Ot	7. If Unit of CA/Agreement, Name and/or No 8. Well Name and No. Harbold Federal 9. API Well No. See Attachment		
1. Type of Well ✓ Oıl Well Gas Well Other			
2. Name of Operator Freedom Energy, LLC			
3a. Address	3b. Phone No. (include area code)	10. Field and Pool or Exploratory Area	
R649 N 13th St. Lake Arthur, NM 88253	575-513-2334	Empire; Yates-Seven Rivers	
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)		11. Country or Parish, State	
See Attachment		Eddy,NM	
12. CHECK THE APPROPRIATE	BOX(ES) TO INDICATE NATURE OF NOT	ICE, REPORT OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION		
Notice of Intent Acidize Alter Casing Casing Repair	Fracture Treat Rec	duction (Start/Resume) Clamation Water Shut-Off Well Integrity Complete Other Change of Operator	
Subsequent Report Classing Repair		nporarily Abandon	
Final Abandonment Notice Convert to Injectic		ter Disposal	
following completion of the involved operations. If the operation has been completed. Final Abandonment Notices may determined that the site is ready for final inspection.) This is notification of change of operator on the above reference on the Energy LLC, as new operator, accepts all application conducted on this lease or portion of lease described. Bond Coverage: NMB000323, NMB000 952 Former Operator: Finney Oil Change of Operator Effective: 11-12-2010 SEE ATTA	ust be filed only after all requirements, includin	rictions concerning operations APPROVED AUG 2 2 2012 AUG 2 2 Million	
14. I hereby certify that the foregoing is true and correct. Name (Pri		BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE	
Eugene Rogers	Title Owner/operator	•	
Signature Eugline Rogers	Date 01/27/2011		
/ THIS SPAC	E FOR FEDERAL OR STATE OF	FICE USE	
Approved by	77:41-	Dit	
Conditions of approval, if any, are attached. Approval of this notice of that the applicant holds legal or equitable title to those rights in the sue applicant to conduct operations thereon		Date 	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make fightions or fraudulent statements of representations as to any matter		to make to any department or agency of the United States any false,	

Harbold Federal NMLC050158

Well #	Well Type	API Well#	ULSTR
Harbold Fed. #003	0	30-015-00615	F-35-17S-27E
Harbold Fed. #014	0	30-015-25139	F-35-17S-27E
Harbold Fed. #017	0	30-015-33227	F-35-17S-27E

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

Conditions of Approval

Freedom Energy, LLC

Harbold Federal 3, 14 & 17 NMLC050158

August 22, 2012

- 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.

43 CFR 3162.3-4 (C) requires that wells incapable of production in paying quantities be promptly plugged and abandoned....
Wells are not producing in paying quantities.

8. If a well is not capable of production in paying quantities submit Notice of Intent to P&A or submit documentation proving that well is capable of production in paying quantities within 30 of approval of change of operator.