

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

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.

5. Lease Serial No.
NMNM16069

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

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

1. Type of Well
 Oil Well Gas Well Other

8. Well Name and No.
COYOTE FEDERAL 1

2. Name of Operator Contact: CRAIG SPARKMAN
LEGACY RESERVES OPERATING LRE-Mail: csparkman@legacylp.com

9. API Well No.
30-005-60978

3a. Address
PO BOX 10848
MIDLAND, TX 79702

3b. Phone No. (include area code)
Ph: 432-689-5200 Ext: 6334

10. Field and Pool, or Exploratory
PECOS SLOPE; ABO (GAS)

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 1 T8S R24E SESE 660FSL 660FEL

11. County or Parish, and State
CHAVES COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

This well was shut-in in October of 2013 due to Agave Energy's Systems inability to process the high nitrogen content of the gas. Agave is currently working to install nitrogen processing equipment, which is estimated to be completed by March 2015. Agave has agreed to allow Legacy Reserves to produce this well 1-2 days a month until the system is back up and operating. Legacy Reserves respectfully request that the BLM & NMOCDC accepts our internal well tests, as the form C-115 for January of 2015 will not be filed until March of 2015, as validation of the well being active and remove the well from the NMOCDC's inactive well list.

NM OIL CONSERVATION
ARTESIA DISTRICT
JAN 27 2015
RECEIVED

Accepted for record
NMOCDC

14. I hereby certify that the foregoing is true and correct.
Electronic Submission #289615 verified by the BLM Well Information System
For LEGACY RESERVES OPERATING LP, sent to the Roswell

Name (Printed/Typed) CRAIG SPARKMAN Title OPERATIONS ENGINEER

Signature (Electronic Submission) Date 01/27/2015

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By _____ Title _____

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 _____

Pending BLM approvals will
subsequently be reviewed
and scanned 1/28/15

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 any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****