N.M. OIL CONSERVATION DIVISION

¥*		211 C EIE	ST STREE	Г		
RECEIVED	UNITED STATES PARTMENT OF THE IT)		·	FORM APPROVED DMB No 1004-0137	
FEB 24 2012 ^{BUR}	REAU OF LAND MANA	GEMENT	i, 14iii 0020 i	5 Lease Serial No NMNM152	xpires_July 31, 2010	
SUNDRY NOTICES AND REPORTS ON WELLS				6 If Indian, Allottee, or Tribe Name		
NMOCO ARTE THIS form for proposals to drill or to re-enter an						
	. Use Form 3160-3 (APL					
SUBMIT IN TRIPLICATE – Other Instructions on page 2 1 Type of Well				7 If Unit or CA/Agreement, Name and/or No		
Other				8 Well Name and No CITIES UO FEDERAL 1		
2 Name of Operator LRE Operating, LLC				9 API Well No 3000561898		
3a Address 1111 Bagby - Suite 4600, Houston, TX 3b Phone No (include area code)				10 Field and Pool, or Exploratory Area		
77002 713-292-9510			510	PECOS SLOPE;ABO		
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980 FNL 860 FEL; H-07-05S-25E				CHAVES, NM		
12 CHECK	12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA					
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent	Acıdıze	Deepen	Production	on (Start/Resume)	Water Shut-off	
\searrow	Altering Casing	Fracture Treat	Reclama		Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recompl		Other Change of Operator	
Final Abandonment Notice	Change Plans Convert to Injection	Plug and abandon Plug back	Water Di	rily Abandon	Of Operator	
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 recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zero Attach the Bond under which the work will be performed or provide the Bond No on file with the BLM/ BLA 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 reclamantion, have been completed, and the operatod 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 foregon	C. Tim Miller	Title Date	11/16/11	Chief Operation	ng Officer	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						

which would entitle the applicant to conduct operations thereon.

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 fictitiousor fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

Tille PETROLEUM ENGINEER

ROSWELL FIELD OFFICE

FEC 2 1 2012

Conditions of approval, if any, are attached

certify that the applicant holds legal or equitable title to those rights in the subject lease

Approved by