

OCD-ARTESIA

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No 1004-0137 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. NMLC050349A
6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2:

1. Type of Well [X] Oil Well [] Gas Well [] Other
2. Name of Operator Freedom Energy, LLC
3a. Address R649 N. 13th St Lake Arthur, NM 88253
3b. Phone No. (include area code) 575-513-2334
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) See Attachment

7. If Unit of CA/Agreement, Name and/or No.
8. Well Name and No Brooks
9. API Well No. See Attachment
10. Field and Pool or Exploratory Area Empire; Yates-Seven Rivers
11. Country or Parish, State Eddy, NM

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

Table with columns TYPE OF SUBMISSION and TYPE OF ACTION. Includes checkboxes for Notice of Intent, Subsequent Report, Final Abandonment Notice, Acidize, Deepen, Production (Start/Resume), Water Shut-Off, etc.

13 Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof...

Handwritten: AR Date 8/29/12 Accepted for record NMOCD

This is notification of change of operator on the above referenced wells. (See Attachment please)

Freedom Energy 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: NMB000323, NMB000 952

Handwritten: ok JB

Former Operator: Finney Oil

Change of Operator Effective: 11-12-2010 11-1-2010

RECEIVED AUG 23 2012 File online NMOCD NMOCD ARTESIA

APPROVED AUG 22 2012 J.D. Whitehead BUREAU OF LAND MANAGEMENT PARI SBAD FIELD OFFICE

SEE ATTACHED FOR CONDITIONS OF APPROVAL

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

Eugene Rogers

Title Owner/operator

Signature Eugene Rogers

Date 01/27/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by, Title, Date, Office, 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.

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

(Instructions on page 2)

Brooks NMLC050349A

Well #	Well Type	API Well #	ULSTR
Brooks #001	O	30-015-01446	A-19-17S-28E
Brooks #006	O	30-015-01451	2-19-17S-28E
Brooks #007	O	30-015-01452	2-19-17S-28E
Brooks #010	O	30-015-1426	1-19-17S-28E
Brooks #012	I	30-015-01428	F-19-17S-28E
Brooks #013	O	30-015-01429	A-19-17S-28E
Brooks #014	O	30-015-01430	G-19-17S-28E
Brooks #016	O	30-015-01432	1-19-17S-28E
Brooks #018	O	30-015-01434	C-19-17S-28E
Brooks #021	O	30-015-01442	B-19-17S-28E
Brooks #023	O	30-015-10487	1-19-17S-28E
Brooks #024	O	30-015-23104	1-19-17S-28E

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

Conditions of Approval

Freedom Energy, LLC

Brooks Wells 1, 6, 7, 10, 12; 13, 14, 16, 18, 21, 23 & 24
NMLC050349A

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.