

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

New Mexico Oil Conservation Division, District 1  
1625 N. First Drive  
Hobbs, NM 88240

FORM APPROVED  
OMB No. 1004-0137  
Expires July 1, 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.**

<b>SUBMIT IN TRIPLICATE - Other instructions on page 2</b>		7. If Unit of CA/Agreement, Name and/or No. NMNM36648
1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	<b>HOBBS OCD</b> <b>AUG 31 2012</b>	8. Well Name and No. China Federal 12
2. Name of Operator LRE Operating, LLC		9. API Well No. 30-005-61659
3a. Address 1111 Bagby Street Suite 4600 Houston, TX 77002	3b. Phone No. (include area code) <b>RECEIVED</b> 575-623-8424	10. Field and Pool or Exploratory Area Pecos Slope; ABO, West
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FNL 500' FWL E-19-07S-23E		11. Country 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			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input checked="" type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" 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 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)


The last day of production on this well was April 12, 2012. This well will be shut in until further notice.

**DENIED**

**RECEIVED**  
SEP 05 2012  
**NMOCD ARTESIA**

**DENIED**

**DENIED! Well Produced For 22 Days From 05-2011 Thru 04-2012 And Was Shut-In! Well Has Not Produced For At Least 15 Days During Any Month Since 03-2012!**

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Michael Barrett	Title Production Supervisor
Signature 	Date 08/08/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <b>DENIED /S/ DAVID R. GLASS</b>	PETROLEUM ENGINEER	Date AUG 21 2012
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify which would	Title Office	ROSWELL FIELD OFFICE
DENIED: Under 43 CFR 3162.3-4 (c): The Authorized Officer May Authorize A Delay In The Permanent Abandonment Of A Well For A Period Of 12 Months. When Justified By The Operator. Provide Justification For Your Requested Shut-In.		
or any person knowingly and willfully to make to any department or agency of the United States any false, misstatement or omission in any report or record under its jurisdiction		