Form 3160-5 (August 2007)

(Instructions on page 2)

OCD-ARTESIA

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

5. Lease Serial No. LC050158

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.

7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. SOUTH RED LAKE II UNIT 1. Type of Well 8. Well Name and No. SOUTH RED LAKE II UNIT #44 Oil Well Gas Well Other 2. Name of Operator API Well No. 30-015-25155 LEGACY RESERVES OPERATING LP 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 3a. Address P.O. BOX 10848 RED LAKE; QUEEN-GRAYBURG-SAN ANDRES (432) 689-5200 MIDLAND, TX 79702 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. Country or Parish, State EDDY, NM 990' FNL & 990' FEL, UNIT LETTER A, SEC 35, T17S, R27E 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off ✓ Notice of Intent Alter Casing Fracture Treat Well Integrity Reclamation Other CHANGE OF Casing Repair New Construction Recomplete Subsequent Report **OPERATOR** Change Plans Plug and Abandon Temporarily Abandon Plug Back Final Abandonment Notice Convert to Injection 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 recomplete 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 recompletion 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.) ARDUNE 10/30/12 MECEFIED FOR TESCED OCT 23 2012 Effective April, 2010 Fairway Resources Operating, LLC transferred operations to Legacy Reserves Operating LP. NMOCD ARTESIA The undersigned accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on the leased land or prortion thereof, as described above on this plugged well. Legacy Reserves Operating LP bond coverage pursuant to 43 CFR 3104 for lease activities is provied by BLM Bond No. NMB000394. SEE ATTACHED FOR APPROVED CONDITIONS OF APPROVAL OCT 2.0 .2012 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) /s/ JD Whitlock **ERNIE HANSON** Title OPERATIONS MANAGER BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE Date 03/19/2012 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title Date 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.

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

Conditions of Approval

Legacy Reserves Operating LP South Red Lake II Unit #44 Lease NMLC050158 3001525155

- 1. All outstanding environmental issue must be addressed. Contact Jim Amos if there is any questions or for inspection and to resolve environmental issues. Well is abandoned, surface is still in monitoring status. 575-234-5909
- 2. 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.
- 3. Subject to like approval by NMOCD.