

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

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.
SHL NM-114978

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		7. If Unit of CA/Agreement, Name and/or No. N/A
2. Name of Operator Strata Production		8. Well Name and No. Roadrunner Federal 2H
3a. Address PO Drawer 1030, Roswell, NM 88202	3b. Phone No. (include area code) 575-622-1127 ext 18	9. API Well No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1220 FNL & 660 FWL Section 23 Township 23S Range 30E		10. Field and Pool or Exploratory Area FORTY NINER RIDGE DELAWARE
		11. Country or Parish, State Eddy

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 type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input checked="" 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 checked="" 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 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.)

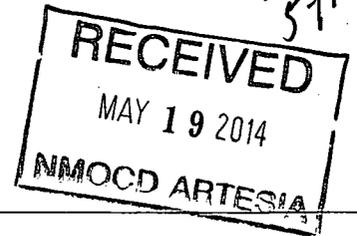
THE APD APPROVED ON 1/25/13 INCLUDES SPECIAL REQUIREMENTS FOR THE LESSER PRAIRIE CHICKEN TIMING STIPULATIONS. STRATA PRODUCTION REQUESTS A VARIANCE TO THESE TIMING STIPULATIONS TO START CONSTRUCTION AND CONDUCT DRILLING OPERATIONS PRIOR TO JUNE 15TH.

STRATA PRODUCTION ANTICIPATES COMMENCING DIRT WORK ON THIS LOCATION AS SOON AS THIS SUNDRY NOTICE IS APPROVED.

** See attached exception letter*

OIL CRL 05/12/14

Accepted for record
NMOCD 105
5-19-2014



14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Paul Ragsdale		Title Operations Manager
Signature <i>Paul Ragsdale</i>		Date 04/17/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <i>Eddy P. Hughes</i>	Title <i>MRS</i>	Date <i>05/12/14</i>
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 <i>CFO</i>	

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.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Carlsbad Field Office
620 E. Greene St.
Carlsbad, NM 88220-6292



Paul Ragsdale
Strata Production
PO Drawer 1030
Roswell, NM 88202
May 12, 2014

Dear Mr. Ragsdale:

Your request for exceptions to the lesser prairie-chicken (LPC) stipulation has been determined to be outside the area where the LPC timing stipulation will apply for 2014 as identified in the BLM letter titled "Lesser Prairie-Chicken Timing Stipulation Map and Guidance for 2014." Your request does not require any further action for the timing part of the LPC stipulation or COA (restriction of activity in LPC habitat from March 1 to June 15, 2014) for drilling at this time. Any other stipulations or COAs attached to your APDs will still apply for the following locations described below.

<u>Name of Well</u>	<u>TRS</u>	<u>Footage</u>	<u>County</u>	<u>Starting Date</u>
Roadrunner Federal 2H	T23S R30E Section 23	1220 FNL & 660 FWL	Eddy	Unknown

This action is good for the 2014 LPC breeding season only. Your APD(s) are located within shinnery oak habitat, however these locations fall exterior the areas identified on the timing stipulation map and LPC have not been located within 1.5 miles of any of the locations requested. If new information is received or if LPC are found within 1.5 miles of a proposed location a contingency action will apply. The situation will be evaluated and analyzed by CFO wildlife biologists or other qualified BLM personnel to determine the appropriate course of action. This contingency could require that your company does accept a risk of shutdown of operations for the action or that the timing stipulation be reinstated on locations that have not been drilled at the time. Please be advised that the full stipulation will be enacted and become effective immediately upon the discovery of LPC within 1.5 miles of APD location. This process does not preclude attaching the LPC Stipulation to a lease or as a COA to an action. If there are any questions, please contact Cassandra Brooks at 575.234.2232 or Johnny Chopp at 575.234.2227 or Bob Ballard at 575.234.5973.

Sincerely,

Cassandra Brooks

Cassandra Brooks
Wildlife Biologist