

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

HOBBS

HOBBS OGD

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

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.

NM 14791

NM 15906

If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

RECEIVED

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator
Strata Production Company3a. Address
P.O. Box 1030, Roswell, NM 882023b. Phone No. (include area code)
575-622-1127

8. Well Name and No.

Sam H. Snoddy Federal 001

9. API Well No.

30-025-27812

10. Field and Pool, or Exploratory Area

S. Salt Lake Morrow

4. Location of Well (Footage, Sec, T, R, M, or Survey Description)

660' FNL & 660' FEL, S26-T20S-R32E

11. County or Parish, State

Lea County, NM

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

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|--|
| <input checked="" 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 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 checked="" type="checkbox"/> Other Variance |
| | <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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Strata Production Company would like to request a paint color variance on the above listed tank battery.

PAINT AS per ATT. COAS From APD

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

Frank S. Morgan

Title Vice President

Signature

Date

02/03/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

DENIED

/s/ JD Whitlock Jr

Title

LPET

Date

2/15/12

Office

CPD

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)

FEB 20 2012

- ☒ 8. All waste associated with the drilling operation will be (buried within a separate trash pit) (removed and deposited in an approved sanitary landfill) within one month after removal of the drilling rig. All garbage and debris left on the site will be buried at least three feet deep and metal containers will be crushed. The permittee will comply with all state laws and regulations pertaining to the disposal of human waste.
- ☒ 9. The well site will, during drilling operations and after drilling operations if well is a producer, be maintained and kept clean of all trash and debris which might detract from the surrounding environment. This will be done to the satisfaction of the BLM authorized officer.
- ☒ 10. Abandonment stipulations will be provided upon notes of Intention to Abandon.
- ☒ 11. All above ground structures, not subject to applicable safety requirements, shall be painted to blend with the natural surroundings. The paint used will be flat (non-reflective) or semi-gloss (lusterless) color that simulates Federal Standard No. 595A, color 20318 or 30318; or color 26357 or 36357.
- ☒ 12. Operator will provide the dirt contractor with a copy of stipulations prior to construction of the road, pad or associated developments.
- ☒ 13. At least one working day prior to constructing the well pad, access roads and/or related facilities, the operator or dirt contractor shall notify the authorized officer, Bureau of Land Management (Carlsbad Resource Area, 505-887-6544) (Roswell Resource Area, 505-622-7670). He shall also notify the Authorized Officer within two working days after completion of earth-moving activities.
- ☐ 14. No payment or other consideration will be made to other users, licensees, permittees or lessees for any damage to or loss of natural vegetation, wildlife, mineral material, or for soil or livestock disturbances occurring on public lands, which result from operation, development or construction activities carried out under the authority of this permit to drill.
- ☒ 15. Chemical pesticides or any other control agent which represents a potential soil, air or water pollutant will not be utilized for any purpose on public lands without expressed written authorization from the Authorized Officer of the BLM.

- ☒ 16. Special stipulations:

Utilize caliche pit in the NE SW Section 15
T 20, R 32E.