OCD-ARTESIA

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

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

BUREAU OF LAND MANAGEMENT				5 Lease Serial No.	5 Lease Serial No. NM-033825		
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.				6. If Indian, Allottee o			
SUBMIT IN TRIPLICATE – Other instructions on page 2.				7 If Unit of CA/Agree	7 If Unit of CA/Agreement, Name and/or No.		
1. Type of Well		<u>`</u>					
✓ Oil Well Gas Well Other				Well Name and No Hondo Federal #3			
Namc of Operator Lime Rock Resources II-A, L.P.				9 API Well No.	30-015-29065		
3a. Address 1111 Bagby Street Suite 4600, I	3b. Phone No. (include area code) 575-623-8424		Į.	10 Field and Pool or Exploratory Area Red Lake (Q-GB-SA)			
4 Location of Well (Footage, Sec., T., Sec 4 - T18S-R27E 480' FNL & 890')		, ·	11. Country or Parish, State Eddy County, NM			
12. CHEC	CK THE APPROPRIATE BO	X(ES) TO INDICATE	NATURE OF NO	OTICE, REPORT OR OTH	ER DATA		
TYPE OF SUBMISSION			TYPE OF A	ACTION		_	
Acidiza Deenen			Production (Start/Resume) Water Shut-Off				
Notice of Intent	Alter Casing	Fracture Trea		Reclamation	Well Integrity		
[7] Culturate Barrant	Casing Repair	New Constru	iction 🔲 I	Recomplete	Other		
Subsequent Report	Change Plans	Plug and Aba	andon 🔲 1	Temporarily Abandon			
Final Abandonment Notice	Convert to Injection	Plug Back	□ ,	Water Disposal		_	
determined that the site is ready for Leveled area. Spread 4 bales of hay over entire ar Brought in 12" good top soil & flippe Leveled area with disc. Applied jump start nutrient pack (R & Bermed site and watered area. Continued watering area for one (1) All work has been completed. ACCEPTED for INMOCD	rea. d top with track hoe. & A Technology). month. Tecord S 1 201	RECE!	VED 20:2	MA RIVEAU	D FOR RECORD AR 1 7 2012 DE LAND MANAGEMENT SBAD FIELD OFFICE		
14 I hereby certify that the foregoing is to Name (Printed/Typed) Michael Ba	Title	Title Production Supervisor					
Signature All	3-5	Date	10/21/2011				
	THIS SPACE	FOR FEDERAL	OR STATE (OFFICE USE		_	
Approved by						=	
Conditions of approval, if any, are attached that the applicant holds legal or equitable to entitle the applicant to conduct operations to Title 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or representations.	ttle to those rights in the subject thereon U.S.C. Section 1212, make it a	not warrant or certify it lease which would crime for any person kn	Office owingly and willfu		Date t or agency of the United States any fals	 se,	
memous or manufacture statements of repre	somations as to any matter wit	inn its jurisuiction.					



September 28, 2011

Attention: Jerry Smith, Mike Barrett and Steve Hunter, Lime Rock

From: Rob Johnston, R&A Technology

832-244-3811

Regarding: Old Drilling Pit Update

During our April 2011 meeting with the Jim Amos and Jenifer VanCuren of the BLM, the work plan for remediating the old drilling pits was presented and accepted. It was agreed that 8 pits would be worked on this year and additional pits would be done in 2012 to help Lime Rock spread the cost of these projects.

The plan was as follows:

- Level the area
- Roll 3-4 round bales of hay over the entire area.
- Bring in 12" of good clay soil
- Spread new soil evenly
- Flip the top 24" using a Track Hoe, creating a 24" growth zone.
- Level the area by disking.
- Apply Jump Start Nutrient Pack
- Add a 3-6" berm wall to hold initial watering over the area.
- Water Weekly for 1 month.

This plan was specifically designed to add good soil and nutrients to the very poor soil, providing a better environment for vegetation. There were no initial samples analysis taken and with plant growth apparent on each site there should be no need for follow-up samples.

This plan has been completed on all 8 pits and plant growth has started and is visible in all 8 pits.

Thanks,

Rob Johnston

Remediation and Applied Technology