N.M. OIL CONSERVATION DIVISION

Form 3160- 5 (August 2007)

UNITED STATES

811 S. FIRST STREET

DEPARTMENT OF THE INTERIOARTESIA, NM 88201 BUREAU OF LAND MANAGEMENT FORM APPROVED OMB No 1004-0137 Expires July 31, 2010

Lease Senal No

Lease Senal No

-RNM005-

SUNDRY NOTICES AND REPORTS ON WELLS				6 If Indian, Allottee, or Tribe Name	
Do not use this form for proposals to drill or to re-enter an					
abandoned well. Use Form 3160-3 (APD) for such proposals.					
SUBMIT IN TRIPLICATE – Other Instructions on page 2.				7 If Unit or CA/Agreement, Name and/or No	
1 Type of Well				72316	
Oil Well Gas Well Other			8	8 Well Name and No	
2 N				SAGEBRUSH TY COM 1	
 Name of Operator LRE Operating, LL 	•]9	API Well No 30005615	582
3a Address 1111 Bagby - Suite 4600, Houston, TX 3b Phone No. (include area code)				10 Field and Pool, or Exploratory Area	
77002 713-292-9510			· · · · · · · · · · · · · · · · · · ·	PECOS SLOPE;ABO	
4 Location of Well (Footage, Sec., T, R, M, or Survey Description) 660 FSL 1980 FWL; N-15-05S-24E				11 County or Parish, State	
				CHAVES, NM	
12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOT				CICE, REPORT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent	Acıdıze	Deepen	Production	(Start/ Resume)	Water Shut-off
	Altering Casing	Fracture Treat	Reclamatio	on	Well integrity
Subsequent Report	Casing Repair	New Construction	Recomplet	e	Other Change
	Change Plans	Plug and abandon	Temporard	y Abandon	of Operator
Final Abandonment Notice	Convert to Injection	Plug back	Water Disp	oosal	
This is notification of Chal LRE Operating, LLC as ne operations conducted on Bond Coverage: BLM Bon Bond Coverage (Carlsbad Change of Operator Effec Former Operator: Lime R	or final inspection) nge of Operator on the w operator, accepts all this lease or portion of l d File No. NMB000797 a): BLM Bond File No. NN tive November 16,2011	above referenced we applicable terms, cor lease described. and Bond Surety No. MB0008,17 and Bond	ll. Iditions, stipulations	ons and restriction	RECEIVED JUL 0 9 2012 NMOCD ARTESIA
14 I hereby certify that the foregoing is Signature	C. Tim Miller	Title Date	11/16/11	Chief Operatii	ng Officer
Approved by					1111 0 0 00:0
Approved by 1S1 Ange	l yvluyes	Assista	nt Field Ma	anager, I	Date JUL 0 3 2012
Conditions of approval, if any, are attache certify that the applicant holds legal or equ	 Approval of this notice doe iitable title to those rights in the 	es not warrant prands he subject lease	And Minera	ls	ROSWELL FIELD OFFICE

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 fictitiousor fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)