Ferm 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

N.M. OIL CONSERVATION DIVISION

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

811 S. FIRST STREET OMB NO. 1004 Expires: July 31.

ARTESIA, NM 8821) 5. Lease Serial No. NMLC058181 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. 1. Type of Well Well Name and No. ENRON FEDERAL 3 ☑ Oil Well ☐ Gas Well ☐ Other Name of Operator LRE OPERATING LLC API Well No. Contact: MIKE BARRETT E-Mail: mbarrett@limerockresources.com 30-015-32163-00-S1 3b. Phone No. (include area code) Ph: 575-623-8424 10. Field and Pool, or Exploratory 3a. Address 1111 BAGBY SUITE 4600 RED LAKE HOUSTON, TX 77002 Fx: 575-623-8810 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, and State Sec 25 T17S R27E SWSE 990FSL 1650FEL EDDY COUNTY, NM 12. CHECK 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 □ Well Integrity. ☐ Fracture Treat ☐ Reclamation ☐ Subsequent Report □ Casing Repair ■ New Construction □ Recomplete Other Venting and/or Flari ☐ Final Abandonment Notice ☐ Change Plans □ Plug and Abandon □ Temporarily Abandon ☐ Convert to Injection ☐ Plug Back ■ 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 shall 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 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.) Requesting to flare gas due to Force Majeure event affecting Frontier's Empire Abo Gas Plant.Flaring will be intermitting. NM OIL CONSERVATION TACHED FOR ARTESIA DISSEE ATTACHED FOR Estimated Volume - 430 MCFPD Estimated Time - 30 Days Please see attached well list for wells in battery. FEB 13 200 NDITIONS OF APPROVAL RECEIVED 14. I hereby certify that the foregoing is true and correct Electronic Submission #237105 verified by the BLM Well Information System For LRE OPERATING LLC, sent to the Carlsbad Committed to AFMSS for processing by MEIGHAN SALAS on 05/01/2014 (14MMS0161SE) TRISH MEALAND Name (Printed/Typed) PRODUCTION ANALYST 02/27/2014 Signature (Electronic Submission) THIS SPACE FOR FEDERAL OR STATE OFFICE USE 2015 ٧n Approved By Title 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



Lease # NMLC058181

Enron Federal Battery:

Enron Federal #3	30-015-32163
Enron Federal #11	30-015-37641
Enron Federal #5 Baber	30-015-32299
Enron Federal #6	30-015-32300
Enron Federal #7	30-015-32551
Enron Federal #8	30-015-32662
Enron Federal #10	30-015-37217
Enron Federal #9	30-015-32036
Enron Federal #18	30-015-41289

Enron Federal 3 30-015-32163 LRE Operating LLC February 10, 2015 Conditions of Approval

- 1. Report all volumes on OGOR reports.
- 2. Comply with NTL-4A requirements
- 3. Subject to like approval from NMOCD
- 4. Flared volumes will still require payment of royalties
- 5. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5. Include meter serial number on sundry.
- 6. This approval does not authorize any additional surface disturbance.
- 7. Submit updated facility diagram as per Onshore Order #3.
- 8. Approval not to exceed 90 days for date of approval.
- 9. Submit Subsequent Report to this sundry with actual volumes of gas flared monthly on 3160-5 (sundry notice).
- 10. If flaring is still required past 90 days submit new request for approval.
- 11. If a portable unit is used to flare gas it must be monitored at all times.
- 12. Comply with any restrictions or regulations when on State or Fee surface.

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