NM OIL CONSERVATION ARTESIA DISTRICT						
	MIA	OIL CONSER	.1			
		ARTESIA 08 201	J, d,		RM APPROVED	
Form 3160-5 (June 2015)	UNITED STATES PARTMENT OF THE INTERIOR	NMOC	5	OM Expire	B No. 1004-0137 s: January 31, 2018	
	EAU OF LAND MANAGEMENT	ACTES	D	5 Losso Serial No		
SUNDRY N		· · · L	6. If Indian, Allottee or Tribe Name			
	form for proposals to drill or t Use Form 3160-3 (APD) for su					
SUBMIT IN TRIPLICATE - Other instructions on page 2				7. If Unit of CA/Agreem	ent, Name and/or No.	
1. Type of Well ☐ Oil Well ✓ Gas Well Other				8. Well Name and No. HACKBERRY HILLS FEDERAL #4		
2. Name of Operator READ OPERATING COMPANY LLC				9. API Well No. 30-015-10805		
3a. Address P.O. BOX 1518 ROSWELL, NM 88202	. (include area code) 770		10. Field and Pool or Exploratory Area HACKBERRY HILLS; CANYON, EAST GAS			
4. Location of Well (Footage, Sec., T.R., M., or Survey Description)				11. Country or Parish, State		
SEC 22, T22S-R26E 2310' FNL & 1980' FWL				EDDY COUNTY, NM		
12. CHE	CK THE APPROPRIATE BOX(ES) TO IN	DICATE NATURE OF N	NOTIC	E, REPORT OR OTHE	R DATA	
TYPE OF SUBMISSION	MISSION TYPE OF ACTI					
Notice of Intent		·		ction (Start/Resume)	Water Shut-Off	
—				nation	Well Integrity	
Subsequent Report		=	Recon	nplete orarily Abandon	✓ Other	
Final Abandonment Notice		·	•	Disposal		
 completed. Final Abandonment No is ready for final inspection.) 	ons. If the operation results in a multiple con tices must be filed only after all requiremen C is requesting a Change of Operator for	its, including reclamation, r the Hackberry Hills Fe	, have ederal	been completed and the #4 to:	operator has detennined that the site	
Read Operating Company LLC BLM Bond No. NMB001147, P. O. Box 1518 Bond Type: Oil & Gas Personal E			n	3001324		
Roswell, NM 88202-1518	Bond Amount: \$2			SEE ATT	ACHED FOR	
\$50,000 Blanket Cash Plugging Bond Read Operating Company LLC, Principal Pioneer Bank -Roswell Depository CD Accou Bond #OCD-1042				CONDIT	IONS OF APPROVAL	
Change of Operator will take p	lace January 1, 2016.					
The undersigned accepts all ap	oplicable terms, conditions, stipulations,	and restrictions conce	rning	operations conducted	on the leased land or portion	
thereof, as described above. Accepted for record						
		(R) NMO	ICD //	15/16/		
14. I hereby certify that the foregoing is	true and correct. Name (Printed/Typed)	Brasidant	-/			
Rory McMinn		President Title	Ţ	<u> / P/PRO</u>	VEN /	
Signature		Date		11/20/2015	5	
	THE SPACE FOR FED	ERAL OR STATE	ÓFI	CEUSEIAN 4	2016	
Approved by		Title		BUTEN UT LA DAT	V VAG W TI	
Conditions of approval, if any, are attack certify that the applicant holds legal or e which would entitle the applicant to con		Ľ				
Title 18 U.S.C Section 1001 and Title 4 any false, fictitious or fraudulent statem	3 U.S.C Section 1212, make it a crime for a ents or representations as to any matter with	ny person knowingly and iin its jurisdiction.	l willfu	by to make to any depar	tment or agency of the United States	

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Read Operating Company LLC January 4, 2016 Change of Operator Conditions of Approval

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. Submit for approval of water disposal method.
- 3. Submit updated facility diagrams as per Onshore Order #3
- 4. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 5. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 6. Install legible well sign on location with operator name, well name and number, lease number, unit number, 1/4 1/4, section, township, and range. NMOCD requires the API number on well signs.
- 7. Subject to like approval by NMOCD.
- 8. All Reporting to ONRR (OGOR Reports) must be brought current within 30 days of this approval including any past history.
- 9. If this well is incapable of producing in paying quantities submit NOI to plug and abandon this well or obtain approval to do otherwise within 90 days.
- 10. Submit plan for approval of well operations for all TA/SI wells within 30 days of this approval to change operator.
- 11. If not in place acquire operating rights on this lease within 30 days with BLM office in Santa Fe, NM.

JAM 010416