Form 3160-5 (August 2007)

N.M. OIL CONSERVATION DIVISION

DEPARTMENT OF THE INTERIOR. FIRST STREET BUREAU OF LAND MANAGEMENTESIA, NM 88201

FORM APPROVED OMB No 1004-0137 xpires, July 31, 2010

Lease Senal No

RNM123

If Indian, Allottee, or Tribe Name

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. If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other Instructions on page 2. I Type of Well Well Name and No Oil Well Gas Well Other ROSE FED 12 Name of Operator API Well No 3000561761 LRE Operating, LLC Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory Area 1111 Bagby - Suite 4600, Houston, TX 713-292-9510 COS SLOPE; ABO County or Parish, State Location of Well (Footage, Sec., T. R., M. or Survey Description) 660 FNL 1980 FWL; C-21-05S-25E CHAVES, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Water Shut-off Acidize Deepen Production (Start/Resume) Well Integrity Altering Casing Fracture Treat Reclamation Change Casing Repair New Construction Subsequent Report Recomplete of Operator Change Plans Plug and abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug back Water Disposal Describe Proposed or Completed Operation Clearly state all pertinent details including estimated starting date of any proposed work and approximate duration the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zi Attach the Bond under which the work will be performed or provide the Bond No on file with the BLM/ BIA Required subsequent reports must be filed within following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamantion, have been completed, and the operato determined that the site is ready for final inspection) This is notification of Change of Operator on the above referenced well. LRE Operating, LLC as new operator, accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on this lease or portion of lease described. Bond Coverage: BLM Bond File No. NMB000797 and Bond Surety No. B006616. Bond Coverage (Carlsbad): BLM Bond File No. NMB000817 and Bond Surety No. B006679. Change of Operator Effective November 16,2011 Former Operator: Lime Rock Resources A. L.P. RECEIVED JUL 09 2012 NMOCD ARTESIA 14 I hereby certify that the foregoing is true and correct Name (Printed' Typed) C. Tim Miller Chief Operating Officer Title Signature THIS SPACE FOR FEDERAL OR STATE Assistant Field Manager Angel Muyes Approved by Lands AridaMinerals Conditions of approval, if any, are attached. Approval of this notice does not warrant or 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)

certify that the applicant holds legal or equitable title to those rights in the subject lease