Form 3160-5 (August 2007)

OCD-ARTESIA

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No. NMLC050349A

6. 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.

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SUBMI	T IN TRIPLICATE - Other	7. If Unit of CA/Agreement, Name and/or No.				
1. Type of Well						
Oil Well Gas V		8. Well Name and No. Brooks		0.		
2 Name of Operator Freedom Energy, LLC				9. API Well No. See Attachment		
3a. Address	3b. Phone No. (include area code)		10. Field and Pool or Exploratory Area			
R649 N 13th St Lake Arthur, NM 88253		575-513-2334		Empire; Yates-Seven Rivers		
4. Location of Well (Footage, Sec., T.,)	11. Country or Parish, State				
See Attachment	,			Eddy,NM		
12. CHEC	CK THE APPROPRIATE BO	OX(ES) TO INDICATE NATU	RE OF NOTIC	CE, REPORT OR OTI	HER DATA	
TYPE OF SUBMISSION		. TYPE OF ACTION				
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	=	oduction (Start/Resume) Water Shut-Off clamation Well Integrity		
Subsequent Report	Casing Repair	New Construction	L Reco	mplete	Other Change of Operator	
	Change Plans	Plug and Abandon		porarily Abandon		
Final Abandonment Notice	Convert to Injection	Plug Back	Wate	r Disposal		
This is notification of change of operators of conducted on this lease or portion of Bond Coverage: NMB000323, NM Former Operator: Finney Oil Change of Operator Effective: 11-1	ator on the above reference ator, accepts all applicable of lease described.	e terms, conditions, stipulation	EIVED	ctions concerning or	epied for record NH/OCD perations PPROVED AUG 2 2 2012	
	ATTACHED FO DITIONS OF A	K		PIREAL	J OF LAND MANAGEMENT	
14 I hereby certify that the foregoing is t	rue and correct Name (Printe	d/Typed)		ι'ΔΕ	SBAD FIELD OFFICE	
Eugene Rogers		Title Owne	r/operator			
Signature [Ng//va	Rogers	Date 01/27	2011			
	THIS SPACE	FOR FEDERAL OR S	TATE OF	ICE USE	•	
Approved by						
		Title			Date	
Conditions of approval, if any, are attached that the applicant holds legal or equitable tentitle the applicant to conduct operations	itle to those rights in the subject	not warrant or certify			Lizate	
Trtle 18 U S C Section 1001 and Trtle 43 fectitious or fraudulent statements or representations.			and willfully to	make to any departme	ent or agency of the United States any false,	

(Instructions on page 2)

Brooks NMLC050349A

Well#	Well Type	API Well#	ULSTR
Brooks #001	0	30-015-01446	A-19-17S-28E
Brooks #006	0	30-015-01451	2-19-17S-28E
Brooks #007	0	30-015-01452	2-19-17S-28E
Brooks #010	0	30-015-1426	1-19-17S-28E
Brooks #012	ı	30-015-01428	F-19-17S-28E
Brooks #013	0	30-015-01429	A-19-17S-28E
Brooks #014	0	30-015-01430	G-19-17S-28E
Brooks #016	0	30-015-01432	1-19-175-28E
Brooks #018	0	30-015-01434	C-19-17S-28E
Brooks #021	0	30-015-01442	B-19-17S-28E
Brooks #023	0	30-015-10487	1-19-17S-28E
Brooks #024	0	30-015-23104	1-19-17S-28E

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval

Freedom Energy, LLC

Brooks Wells 1, 6, 7, 10, 12, 13, 14, 16, 18, 21, 23 & 24 NMLC050349A

August 22, 2012

- 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.

43 CFR 3162.3-4 (C) requires that wells incapable of production in paying quantities be promptly plugged and abandoned....
Wells are not producing in paying quantities.

8. If a well is not capable of production in paying quantities submit Notice of Intent to P&A or submit documentation proving that well is capable of production in paying quantities within 30 of approval of change of operator.