OCD-ARTESIA

Form 3160-5 (August 2007)

(Instructions on page 2)

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.

SUBMIT IN TRIPLICATE - Other instructions on page 2.					7. If Unit of CA/Agree	ment, Name and/or No.
1. Type of Well						
Oil Well Gas Well Other					8. Well Name and No. Brooks	1
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-Sever	n Rivers
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)					11. Country or Parish,	State
See Attachment					Eddy,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	Acidize Alter Casing	Deepen Fracture	: Treat		oduction (Start/Resume) Water Shut-Off eclamation Well Integrity	
Subsequent Report	Casing Repair	_	nstruction		nplete	Other Change of Operator
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Plug Ba	d Abandon (ck		orarily Abandon Disposal	
SEE A	Abandonment Notices must be final inspection.) ator on the above reference ator, accepts all applicable flease described.	ed wells. (See A terms, condition	ttachment pleases, stipulations are RECEINAUG 23 AUG 23 There A	e) VED	tions concerning oper	completed and the operator has Ochle 8/2-9/12 Pied for record NMOCD
14 I hereby certify that the foregoing is tr			<u></u>			SBAD FIELD OFFICE
Eugene Rogers		T	itle Owner/oper	rator		
Signature Engline Regula			ate 01/27/2011			
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved by						
			Title			ate
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.						
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 false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction						

Brooks NMLC050349A

Well#	Well Type	API Well #	ULSTR
Brooks #001	0	30-015-01446	A-19-17S-28E
Brooks #006	O	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		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	1-19-17S-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.