#### \* Form 3160-5 (August 2007)

(Instructions on page 2)

## **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.

| SUBMIT IN TRIPLICATE – Other instructions on page 2.  |   | 7. If Unit of CA/Agreement, Name and/or No.                        |  |
|---|---|--|--|
| 1. Type of Well   |   |  |  |
| Oil Well Gas Well Other   |   | 8. Well Name and No.<br>Brooks                                     |  |
| 2. Name of Operator<br>Freedom Energy, LLC  | •   | 9. API Well No.<br>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,R.,M., or Survey Description  | on) .   | 11 Country or Parish, State  |  |
| See Attachment  |   | Eddy,NM  |  |
| 12. CHECK THE APPROPRIATE E   | BOX(ES) TO INDICATE NATURE OF NOTIG   | CE, REPORT OR OTHER DATA   |  |
| TYPE OF SUBMISSION  | . TYPE OF ACTION  |  |  |
| Notice of Intent Acidize Alter Casing   |   | luction (Start/Resume)   |  |
| Subsequent Report Casing Repair Change Plans  | _ =   | Omplete Other Change of Operator  porarily Abandon                 |  |
| Final Abandonment Notice Convert to Injection   |   | er Disposal  |  |
| testing has been completed. Final Abandonment Notices must determined that the site is ready for final inspection.)  This is notification of change of operator on the above reference of the second conducted on this lease or portion of lease described.  Bond Coverage: NMB000323, NMB0000 95 2  Former Operator: Finney Oil  Change of Operator Effective: 11-12-2010  11-1-2010  SEE ATTACHED FOR CONDITIONS OF A | nced wells. (See Attachment please)  ole terms, conditions, stipulations and restrictions  RECEIVED  AUG 23 2012  OR  NMOCD ARTES | ACCOPIED 107 12 ACCOPIED 107 107 107 107 107 107 107 107 107 107   |  |
| 14. I hereby certify that the foregoing is true and correct. Name (Prin   | ted/Typed)  | L'ARI SBAD FIELD OFFICE  |  |
| Eugene Rogers   | Title Owner/operator  |  |  |
| Signature Engline Regens  | Date 01/27/2011   |  |  |
| THIS SPACE  | FOR FEDERAL OR STATE OF   | FICE USE   |  |
| Approved by   |   |  |  |
| Conditions of approval, if any, are attached Approval of this notice do that the applicant holds legal or equitable title to those rights in the subjectitle the applicant to conduct operations thereon.   |   | Date   |  |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make in fictitious or fraudulent statements of representations as to any matter v  |   | o make to any department or agency of the United States any false, |  |

# 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 |           | 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.