OCD-ARTESIA

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

Expires July 31, 2010 5. Lease Serial No. 6. If Indian, Allottee or Tribe Name

NMLC050158	

FORM APPROVED

OMB No 1004-0137

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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SOBMIT IN TRIPLICATE - Guier instructions on page 2.		7. If Unit of CA/Agreement, Name and/or No.	
1. Type of Well		8. Well Name and No.	
✓ Oil Well Gas Well Other		Harbold Federal	
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.,R.,M., or Survey Description)		11. Country or Parish, State Eddy,NM	
See Attachment		Eudy, Nivi	
12. CHECK THE APPROPRIATE B	OX(ES) TO INDICATE NATURE OF NOTIO	CE, REPORT OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACT	ION	
Notice of Intent Acidize Alter Casing		uction (Start/Resume) Water Shut-Off amation Well Integrity	
Subsequent Report Casing Repair Change Plans		operation Other Change of Operator Operation	
Final Abandonment Notice Convert to Injection	Plug Back Water	r Disposal	
following completion of the involved operations. If the operatesting has been completed. Final Abandonment Notices mus determined that the site is ready for final inspection.) This is notification of change of operator on the above reference of the energy LLC, as new operator, accepts all applicable conducted on this lease or portion of lease described. Bond Coverage: NMB000323, NMB0000 952 Former Operator: Finney Oil Change of Operator Effective: 14-12-2910 ALTICONDITIO	requirements, including the filed only after all requirements, including the filed only after all requirements, including the filed only after all requirements, including the filed only after the filed only after all requirements, including the filed only after all requirements and restrict all requirements and restrict all requirements all requirements and restrict all requirements all	Accepted for record NMOCD ctions concerning operations APPROVED	
14 I hereby certify that the foregoing is true and correct Name (Prince	ted/Typed)		
Eugene Rogers	Title Owner/operator		
Signature Engline Rogers	Date 01/27/2011		
THIS SPACE	FOR FEDERAL OR STATE OF	FICE USE	
Approved by			
	Title	Date	
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	ect lease which would Office		
Title 18 U S C Section 1001 and Title 43 U S C. Section 1212, make in fictitious or fraudulent statements or representations as to any matter v		o make to any department or agency of the United States any false,	
(Instructions on page 2)			

Harbold Federal NMLC050158

Well #	Well Type	API Well#	ULSTR
Harbold Fed. #003	0	30-015-00615	F-35-17S-27E
Harbold Fed. #014	0	30-015-25139	F-35-17S-27E
Harbold Fed. #017	0	30-015-33227	F-35-17S-27E

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

Conditions of Approval

Freedom Energy, LLC

Harbold Federal 3, 14 & 17 NMLC050158

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.