N.M. Oil Cons. DIV-Dist. 2

1301 W. Grand Avenue UNITED STATES Artesia, NM 88210 DEPARTMENT OF THE INTERIOR FORM APPROVED OM B No 1004-0137 Expires: March 31, 2007 BUREAU OF LAND MANAGEMENT 5. Lease Serial No. NMNM 0477614 NOTICES AND REPORTS ON WELLS If Indian, Allottee or Tribe Name not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160 - 3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1. Type of Well Öil Well 🗆 🗅 **Gas Well**□□ 8 Well Name and No. Midwest Federal 1-2 2. Name of Operator Three Rivers Operating Company LLC API Well No. Multiple, see below 3a. Address 3b. Phone No. (include area code) 1122 S. Capital of TX Hwy., Suite 325 Austin, TX 78746 512-600-4328 10. Field and Pool, or Exploratory Area Sand Ranch 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State Multiple, see below Chaves, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Acidize Production (Start/Resume) Water Shut-Off Deenen Notice of Intent Alter Casing Reclamation Well Integrity Fracture Treat ✓ Other Change of Operator Casing Repair New Construction Recomplete ✓ Subsequent Report Change Plans __ Temporarily Abandon Plug and Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) Change of Operator from Chesapeake Operating Inc. to Three Rivers Operating Company LLC BLM Bond #000672 Lease includes the following wells: Midwest Federal 1 API # 30-005-60287 Location: O-23-10S-29E 660 FSL 1980 FEL Midwest Federal 2 API # 30-005-60464 Location: G-23-10S-29E 1980 FNL 1980 FEL **Temporary Abandonment Approval Expired** 07-21-2010! This Approval Does Not Extend Any TA Or Shut-In Approval! I hereby certify that the foregoing is true and correct Name (Printed/Typed) James D. Keisling Title V.P. Engineering

Signature

PETROLEUM ENGINEER

06/28/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ject lease

does not warrant or

JUL 22 2010

Three Rivers Operating Company LLC Accepts All Applicable Terms, Conditions, Stipulations, And RestrictionsConcerning Operations **Conducted On The Leased Land Or Portion** Thereof Under Their \$25,000.00 Statewide BLM Bond Number NMB000672 Effective 06-01-2010. Office

ROSWELL FIELD OFFICE

or any person knowingly and willfully to make to any department or agency of the United matter within its jurisdiction.