Form 3160-5 (August 2007)

## UNITED STATES

OCD-HOBBS OCD

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

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

5. Lease Serial No. 16. 069048 If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS	JUN .
Do not use this form for proposals to drill or to re-enter	er an
shandaned well. Her Form 2460 2 (ABD) for such prop.	anala.

		Tropic Guerr propos		ICII - COA/A		
	T IN TRIPLICATE - Other	r instructions on page 2	/	If Unit of CA/Agreem	ient, Name and/or No.	
1. Type of Well  Oil Well  Gas V	/ell Other	<b>✓</b>		Well Name and No lylie #1		
2. Name of Operator SandRidge E&P, LLC	L		9. 30	API Well No. 0-025-07896		
3a. Address 123 Robert S Kerr Ave OKC OK 73102-6406		3b. Phone No. (include area (405) 429-5500	1	. Field and Pool or Ex ttman; San Andres	ploratory Area	
4. Location of Well (Footage, Sec., T, 990' FSL, 330' FEL UL N/LOT 4 SEC 9, T21S, R38E	R ,M., or Survey Description	i)		. Country or Parish, Stea County, NM	rate	
12. CHEC	K THE APPROPRIATE BO	DX(ES) TO INDICATE NATU	RE OF NOTICE,	REPORT OR OTHER	RDATA	
TYPE OF SUBMISSION			TYPE OF ACTION	N	,	
Notice of Intent  ✓ Subsequent Report  Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Reclamat	lete rīly Abandon	Water Shut-Off  Well Integrity  ✓ Other  OPERATOR CHANGE	
the proposal is to deepen directions Attach the Bond under which the w following completion of the involv testing has been completed. Final determined that the site is ready for  SandRidge E&P, LLC, respectfullly a referenced well.  The undersigned accepts all applicat  Effective Date: March 4, 2011 Location: Lea County, New Mexico BLM Nationwide Bond #: B005997	vork will be performed or pro- ed operations. If the operation of operation operation of operation operatio	ovide the Bond No. on file with on results in a multiple comple be filed only after all requirement rator from McElvain Oil and	BLM/BIA Requition or recompleticents, including recl	nired subsequent reportion in a new interval, a lamation, have been continued inc., to SandRidge Enson the leased lan	ts must be filed within 30 days Form 3160-4 must be filed once completed and the operator has E&P, LLC, for the above	
SEE ATTACHE CONDITIONS  14. I hereby certify that the foregoing is tr Linda Guthrie	OF APPROVA			BUREAU	JUN 2 3 2011 JD Whitlock Jr J OF LAND MANAGEMENT LSBAD FIELD OFFICE	
1	_1 .	Title Regula	itory Manager			
Eignahut de M	Three	Date 03/11/	2011			
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved by						
Conditions of approval, if any, are attached that the applicant holds legal or equitable the entitle the applicant to conduct operations to	the to those rights in the subjection of the sub	t lease which would Office		Date		
Title 18 U S C Section 1001 and Title 43 t	J S C. Section 1212, make it a	crime/for any person knowingly	and willfully to ma	ke to any department of	r agency of the United States any false.	

(Instructions on page 2)

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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

## **Conditions of Approval**

## SandRidge E&P LLC

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. All above ground structures and equipment on the lease shall be painted Shale Green (5Y 4/2). This is to be done within 90 days, if you have not already done so.
- 3. Submit for approval of water disposal method.
- 4. Submit updated facility diagrams as per Onshore Order #3
- 5. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 6. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 7. 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.
- 8. Subject to like approval by NMOCD.