Form 3160-5 (August 2007)

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

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

(Instructions on page 2)

HOBBS OCD

AUG 29 2011

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

5. Lease Serial No

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. PEARSALL QUEEN SAND	
l. Type of Well  ✓ Oil Well  ✓ Gas V	Well Other		8. Well Name and No. PEARSALL QUEEN SAND UNIT #7	
2. Name of Operator	SERVES OPERATING LP		9. API Well No. 30-025-00834	
3a. Address	3b. P	hone No. (include area code		_
		32-689-5200	PEARSALL; QUEEN	
4. Location of Well (Footage, Sec., T., 660' FNL & 1980' FEL, UNIT LETTER B.	/	/	11. Country or Parish, State LEA COUNTY, NM	
12. CHEC	CK THE APPROPRIATE BOX(ES)	) TO INDICATE NATURE	OF NOTICE, REPORT OR OTHER DATA	
TYPE OF SUBMISSION		TYP	PE OF ACTION	
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production (Start/Resume) Water Shut-Off Reclamation Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomplete	
	Change Plans	Plug and Abandon	Temporarily Abandon OPERATOR	
Final Abandonment Notice	Convert to Injection	Plug Back	starting date of any proposed work and approximate duration thereof.	_
The undersigned accepts a thereof, as described above	perating LLC transferred operational applicable terms, conditions, see.	stipulations, and restriction	all described above to Legacy Reserves Operating LP.  Ins concerning operations on the leased land or portion activities if provided by BLM Bond No. NMB000394.  APPROVED	
SEE ATTACHED F	'OR		AUG 2 8 2011	
CONDITIONS OF A			/s/ JD Whitlock Jr	
4. I hereby certify that the foregoing is to	rue and correct. Name (Printed/Types	d)	BUREAU OF LAND MANAGEMENT	_
PAUL T. HORNE		Title EXECUTI	CARLSBAD FIELD OFFICE VE VICE PRESIDENT OPERATIONS	
Signature al 1	The	Date 02/22/201	11	
	THIS SPACE FOR	FEDERAL OR STA	ATE OFFICE USE	
Approved by		PETROL	AUG 30 Zull	=
conditions of approval, if any, are attached hat the applicant holds legal or equitable ti ntitle the applicant to conduct operations t	itle to those rights in the subject lease	Title Trant or certify	Date Date	
Title 18 U S C Section 1001 and Title 43	U.S.C. Section 1212, make it a crime	for any person knowingly and	d willfully to make to any department or agency of the United States any fals	se.

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

# **Conditions of Approval**

## **Legacy Reserves Operating LP**

- 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.