Form 3160-5 (August 2007)

HOBBS OCD

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT AUG 2 9 2011

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

5. Lease Serial No. LC064098

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to recently abandoned well. Use Form 3160-3 (APD) for such proposals.

	036101111010101017	i Dj ioi sucii	proposais.				
SUBMIT IN TRIPLICATE – Other instructions on page 2.					7. If Unit of CA/Agreement, Name and/or No.		
1. Type of Well				`NM71009X			
Oil Well Gas W		8. Well Name a PEARSALI			Name and No. RSALL QUEEN SAND UNIT #18		
2. Name of Operator LEGACY RESERVES OPERATING LP					9. API Well No. 30-025-00845		/
3a. Address PO. BOX 10848 3b. P			clude area code)		10. Field and Pool or Exploratory Area		
MIDLAND, TX 7	432-689-5200			PEARSALL; QUEEN			
4. Location of Well (Footage, Sec., T.,)			11. Country or Parish, State			
990' FSL & 1650' FWL, UNIT LETTER N.					LEA COUNTY, I		
12. CHEC	CK THE APPROPRIATE BO	X(ES) TO INDICA	TE NATURE C	F NOTIC	CE, REPORT OR OTH	IER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION					
✓ Notice of Intent	Acidize	Deepen	İ	Produ	action (Start/Resume)	Water Shut-Off	
	Alter Casing	Fracture 7	reat	Recla	mation		
Subsequent Report	Casing Repair	New Con	struction	Reco	mplete	OF	
	Change Plans	Plug and	Abandon	П Тетр	orarily Abandon OPERATOR		
Final Abandonment Notice	Convert to Injection	Plug Bacl	ς	Wate	r Disposal		
testing has been completed. Final A determined that the site is ready for Effective 1/1/2011 COG Op The undersigned accepts a thereof, as described above Legacy Reserves Operating	final inspection.) erating LLC transferred op Il applicable terms, conditi	perations on the re	eferenced well	describe	d above to Legacy R ning operations on th provided by BLM Bo	Reserves Operating LP. se leased land or portion and No. NMB000394.	
SEE ATTACHED CONDITIONS O	F APPROVAL	(Tyned)			APPR	8 2011 hitlock Jr	
PAUL T. HORNE			BUREAU OF LAND MANAGEMENT CARLSBAD FIFLD OFFICE Title EXECUTIVE VICE PRESIDENT OPERATIONS				
		Title EXECUTIVE VICE PRESIDENT - OPERATIONS					
Signature / L)tul	Dat	e 02/22/2011				
	THIS SPACE	OR FEDERA	L OR STAT	E OFF	ICE USE		
Approved by							
Conditions of approval, if any, are attached, that the applicant holds legal or equitable tit entitle the applicant to conduct operations the Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1001 and Title 40 U.S.C. Section	le to those rights in the subject nereon.	lease which would	Office			Date AUG 30	
Title 18 U.S.C. Section 1001 and Title 43 U fictitious or fraudulent statements or repres	entations as to any matter with	in its jurisdiction.	knowingly and w	ulifully to	make to any departmen	t or agency of the United Sta	tes any false

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.