Mexico Oil Conservation Division, District Approved UNITED STATE OMB No. 1004-0137 1625 N. French Drive DEPARTMENT OF THE LAT Expires: October 31, 2014 Hobbs, NM 85245se Serial No. NMNM021097A BUREAU OF LAND MANAGEMENT. SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name use this form for proposals to drill or to re-enter an indoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well Well Name and No Federal C No.1 Oil Well Gas Well Other 2. Name of Operator H.L.Brown Operating, L.L.C. API Well No 30-041-20402 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 3a Address O. Box 2237 Bluitt Wolfcamp - -(432) 683-5216 Midland, TX 79702 Location of Well (Footage, Sec. 990' FNL & 1650' FWL Sec 4 T,R.,M., or Survey Description) 11 County or Parish, State Roosevelt county, NM T-8S, R-37E 12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Water Shut-Off Acidize Deepen Production (Start/Resume) ✓ Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Other Production test Casing Repair New Construction Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily 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. 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 must 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 must be filed once

In response to Written Order 12KSB20W dated April 9, 2012, H.L. Brown Operating, L.L.C. ("HLB") has requested the required testing equipment from numerous third party service providers, but has been told that the equipment is in use and not presently available.

testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has

As indicated in the attached letter dated June 5, 2012 from Tom Duncan, Hobbs Office of Metering and Testing services, HLB is on the "waiting list" for the equipment and tests. HLB will provide notice to BLM upon notification of availability of equipment.

In the interim, to the extent BLM seeks immediate testing, a third party can test the well using equipment presently at the well.

DENIED FOR THE USE OF EXISTING WELL EQUIPMENT.
60 DAY EXTENTION UNTIL AUGUST 7, 2012
FOR THIRD PARTY TESTING USING INDEPENDENT WELL
TESTING FOLLOPMENT

	TESTING EQUIPMENT.	
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)		
Carlton Wheeler	Title Operations Manager	
Signature Carllon Wheeler	Date 06/05/2012	
THIS SPACE FOR FEL	DERAL OR STATE OFFICE USE	
Approved by S Robert Dos Kinson Conditions of approval, if any, are attached. Approval of this notice does not warrant.	Title LPET	JUN 9 7 2012
Conditions of approval, if any, are attached. Approval of this notice does not warrant that the applicant holds legal or equitable title to the applicant holds legal or equitable title to the applicant to conduct operations thereon.	would Office Court I SISI I (IF	ICE
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any fictitious or fraudulent statements or representations as to any matter within its jurisdictions.	person knowingly and willfully to make to any dep	artment or agency of the United States any false,

determined that the site is ready for final inspection.)

METERING & TESTING SERVICES, INC.



To: Mr. C. Wheeler HL Brown Operating

At this point in time Metering & Testing Services does not have any available test equipment (Low pressure 3 phase test units) for rental. HL Brown Operating has inquired about testing wells in Roosevelt county NM, and has been put on a list for next available test equipment. However, due to the lack of availability of equipment Metering & Testing cannot give a time frame for this to happen.

Tom Duncan, Metering and Testing Services

