

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**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.**

RECEIVED  
HOBBS CO

JAN 02 2013

SUBMIT IN TRIPLICATE - Other instructions on page 2.

RECEIVED

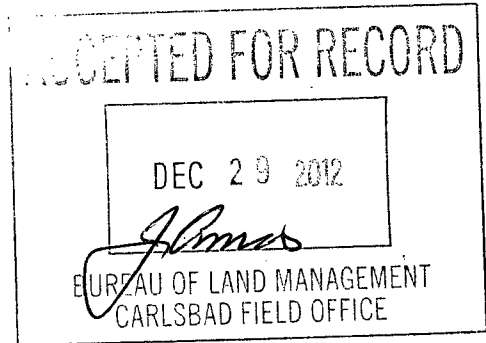
1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM99146
2. Name of Operator LRE Operating, LLC <i>Line Rock</i>		6. If Indian, Allottee or Tribe Name
3a. Address 1111 Bagby Street Suite 4600 Houston, Tx 77002	3b. Phone No. (include area code) 575-623-8424	7. If Unit of CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL 330' FWL Unit L Sec 34 T17S R33E		8. Well Name and No. Denius Federal #4
		9. API Well No. 30-025-01404
		10. Field and Pool or Exploratory Area Corbin; ABO
		11. Country or Parish, State Lea County, New Mexico

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input checked="" type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 recompleat 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 recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

In response to written order # 12MRB018W, Lime Rock has removed two abandoned tanks and remediated the site. It has been ripped and seeded as per private surface owner's request.



14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Michael Barrett	Title Production Supervisor
Signature <i>Michael Barrett</i>	Date 12/12/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

*MASS/OCB 1/4/2013*

JAN 08 2013

1&E-CFO

Number 12MRB018W

Page 1 of 2

☒ Certified Mail - Return  
Receipt Requested  
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UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NOTICE OF WRITTEN ORDER

IDENTIFICATION	
ID	
Lease	NMNM99146
CA	
Unit	
PA	

Bureau of Land Management Office HOBBS INSPECTION OFFICE				Operator LIME ROCK RESOURCES A LP			
Address 414 WEST TAYLOR HOBBS NM 88240				Address 1111 BAGBY STREET SUITE 4600 HOUSTON TX 77002			
Telephone 575.393.3612				Attention			
Inspector BURTON				Attn Addr			
Site Name DENIUS FEDERAL	Well or Facility 04	1/4 1/4 Section NWSW 34	Township 17S	Range 33E	Meridian NMP	County LEA	State NM
Site Name	Well or Facility	1/4 1/4 Section	Township	Range	Meridian	County	State
Site Name	Well or Facility	1/4 1/4 Section	Township	Range	Meridian	County	State

The following condition(s) were found by Bureau of Land Management Inspectors on the date and at the site(s) listed above.

Date	Time (24-hour clock)	Corrective Action to be Completed by	Date Corrected	Authority Reference
11/16/2011	08:00	01/10/2012		43CFR3162.1a, 43CFR3162.5-1(a)(b)(c)

Remarks:

An onsite inspection was conducted of the referenced location on 11/16/2011. The issues found are as follows:

1. Two tanks have been left on the Southwest corner of the location. Remove these two tanks.
2. There is a power pole on the North side of the location that should be removed.
3. One of the two tanks left behind is leaking. This area where the soil has been contaminated must be removed and properly disposed of.

(Remarks continued on following page(s).)

Tanks have been removed & location Remediated

When the Written Order is complied with, sign this notice and return to above address.

Company Representative Title Production Supervisor Signature Mike Burton Date 2-19-12

Company Comments work was completed on 2-18-12, sundry was not sent in.

Warning

The Authorized Officer has authority to issue a Written Order in accordance with 43 CFR 3161.2. Written Order correction and reporting time frames begin upon receipt of this Notice or 7 business days after the date it is mailed, whichever is earlier. Each stipulation must be corrected within the prescribed time from receipt of this Notice and reported to the Bureau of Land Management Office at the address shown above. If you do not comply as noted above under "Corrective Action to be Completed By", you shall be issued an Incident of Noncompliance (INC) in accordance with 43 CFR 3163.1(a). Failure to comply with the INC may result in assessments as outlined in 43 CFR 3163.1 and may also incur civil penalties (43 CFR 3163.2). All self-certified corrections must be postmarked no later than the next business day after the prescribed time frame for correction.

Section 109(d)(1) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3163.2(f)(1), provides that any person who "knowingly or willfully" prepares, maintains, or submits false, inaccurate, or misleading reports, notices, affidavits, records, data, or other written information required by this part shall be liable for a civil penalty of up to \$25,000 per violation for each day such violation continues, not to exceed a maximum of 20 days.

Review and Appeal Rights

A person contesting a decision shall request a State Director review of the Written Order. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Signature of Bureau of Land Management Authorized Officer Mike Burton Date 11-28-11 Time 0800

FOR OFFICE USE ONLY

Number 3 Date 11-28-11 Type of Inspection ES

## BLM Remarks, continued

4. On the south side of the location there has been trash and debris left behind that must be removed.

Location should be kept clean and free of trash and/or contaminants. Please plan to address these issues before abatement date, and return I&E copy with signature into Carlsbad field office in attn: to Mike Burton. If you have any questions, you can contact Mike Burton at 575-234-2226. Or cell 575-361-3574. All of the above issues must be addressed. All leakage sources must be abated to prevent present and future leakages. In cases of contaminated soil, proper delineation of the contamination is required. 43CFR3162.5-1(a) (b) (c) also requires removal of all pollutants. Contaminated soils must be excavated and disposed of at a proper land disposal facility.

E-ONE ONLY