Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR

NMOCD Hobbs

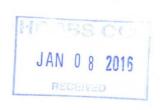
FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

| BUR | REAU OF LAND MANAGEMENT | 5. Lease Serial No. NI | 5. Lease Serial No. NMNM54432 | | |
|--|---|--|---|---|--|
| Do not use this | NOTICES AND REPORTS ON N form for proposals to drill or to Use Form 3160-3 (APD) for su | to re-enter an | 6. If Indian, Allottee or | Tribe Name | |
| SUBMIT IN TRIPLICATE - Other instructions on page 2 | | | 7. If Unit of CA/Agree | 7. If Unit of CA/Agreement, Name and/or No. | |
| 1. Type of Well | | | 9 Wall Name and No. | | |
| ✓ Oil Well Gas | | 8. Well Name and No. MARK FEDERAL #7 | | | |
| 2. Name of Operator READ OPERA | TING COMPANY LLC | | 9. API Well No. 30-02 | 9. API Well No. 30-025-32153 | |
| 3a. Address P.O. BOX 1518 ROSWELL, NM 88202 | | o. (include area code) 770 | | 10. Field and Pool or Exploratory Area LEA; DELAWARE NE | |
| 4. Location of Well (Footage, Sec., T., SEC 3, T20S-R34E 1650' FSL | | | 11. Country or Parish, S LEA COUNTY, NM | LEA COUNTY, NM | |
| 12. CHI | ECK THE APPROPRIATE BOX(ES) TO IN | NDICATE NATURE OF | NOTICE, REPORT OR OTH | ER DATA | |
| TYPE OF SUBMISSION TYPE OF A | | | F ACTION | | |
| ✓ Notice of Intent ☐ Subsequent Report ☐ Final Abandonment Notice | Alter Casing Hyd Casing Repair New Change Plans Plu | draulic Fracturing W Construction g and Abandon g Back | Production (Start/Resume) Reclamation Recomplete Temporarily Abandon Water Disposal | Water Shut-Off Well Integrity ✓ Other | |
| Roswell, NM 88202-1518 Bond Amount: \$ \$50,000 Blanket Read Operating | | or the Mark Federal #7 MMB001147 A Gas Personal Bond 25,000 Cash Plugging Bond Company LLC, Principal Deswell Depository CD A | SEE ATTA CONDITIO | CHED FOR ONS OF APPROVAL | |
| Change of Operator will take particles of the undersigned accepts all a thereof, as described above. | place January 1, 2016. | , and restrictions conc | erning operations conducte | d on the leased land or portion | |
| 14. I hereby certify that the foregoing is true and correct. Name (<i>Printed/Typed</i>) Rory McMinn | | President Title | APPRO) | ED / | |
| Signature & | | Date | JAN 11/20/20 | 15 2018 | |
| Conditions of approval, if any, are attac | | o through | OFICE USE | J.E. I.E. J. J. F. I.C. E. T. | |
| certify that the applicant holds legal or which would entitle the applicant to co | | I. | | | |

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)

Read Operating Company LLC January 4, 2016 Change of Operator Conditions of Approval



- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. Submit for approval of water disposal method.
- 3. Submit updated facility diagrams as per Onshore Order #3
- 4. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 5. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 6. 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.
- 7. Subject to like approval by NMOCD.
- 8. All Reporting to ONRR (OGOR Reports) must be brought current within 30 days of this approval including any past history.
- 9. If this well is incapable of producing in paying quantities submit NOI to plug and abandon this well or obtain approval to do otherwise within 90 days.
- 10. Submit plan for approval of well operations for all TA/SI wells within 30 days of this approval to change operator.
- 11. If not in place acquire operating rights on this lease within 30 days with BLM office in Santa Fe, NM.

JAM 010416