

NMOCD

Hobbs

Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

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.

5. Lease Serial No. NMNM56264

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2

HOBBS OCD

MAR 14 2016

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7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No. NORTH LEA FEDERAL #6

9. API Well No. 30-025-31719

10. Field and Pool or Exploratory Area LEA; DELAWARE NE

11. Country or Parish, State LEA COUNTY, NM

1. Type of Well

Oil Well Gas Well Other

2. Name of Operator READ & STEVENS, INC.

3a. Address P.O. BOX 1518 ROSWELL, NM 88202-1518

3b. Phone No. (575) 622-3770

4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SEC 10, T20S-R34E 533' FNL & 2094' FEL

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

Table with columns: TYPE OF SUBMISSION, TYPE OF ACTION. Includes checkboxes for Notice of Intent, Subsequent Report, Final Abandonment Notice, Acidize, Deepen, Production, Reclamation, etc.

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof.

Read & Stevens, Inc. is requesting a Change of Operator for the North Lea Federal #6 to:

Read & Stevens, Inc. P. O. Box 1518 Roswell, NM 88202-1518

BLM Bond No. NMB001324 Bond Type: Oil & Gas Personal Bond Bond Amount: \$300,000

\$50,000 Blanket Cash Plugging Bond Read & Stevens, Inc., Principal Pioneer Bank -Roswell Depository CD Account #0140101609 Bond #OCD-1042

SEE ATTACHED FOR CONDITIONS OF APPROVAL

Read & Stevens, Inc. accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof, as described above.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Kelly Barajas

Production & Regulatory Analyst

Title

Signature

[Handwritten Signature]

Date

01/29/2016

THE 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)

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Read & Stevens, Inc.
March 01, 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.

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