Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

OCD Hobbs

FORM APPROVED OMB No. 1004-0137

Expires: July 31, 2010

5. Lease Serial No. NMNM-053434

6. If Indian, Allottee or Tribe Name

| | | APD) for such propose | | , | |
|---|---|---|--------------------------------------|--|--|
| SUBMIT IN TRIPLICATE – Other instructions on page 2. | | | | 7. If Unit of CA/Agreement, Name and/or No. | |
| 1. Type of Well | | | LEA UNIT | | |
| Oil Well Gas | | | 8. Well Name and No. LEA UNIT #10 | | |
| 2. Name of Operator LEGACY RESERVES OPERAT | NG LP | | | 9. API Well No. 30-025-20506 | / |
| 3a, Address P.O. BOX 10848 MIDLAND, TX 79702 | | 3b. Phone No. (include area code) | | 10. Field and Pool or Exploratory Area- | |
| | | 432-689-5200 | | LEA; DEVONIAN | |
| 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) | | | 11. Country or Parish, State | | |
| 1980" fnl & 1980' FWL, UNIT LETTER F, | <u>.</u> | LEA COUNTY, NM | | / | |
| 12. CHEC | CK THE APPROPRIATE BO | OX(ES) TO INDICATE NATUR | RE OF NOTIC | E, REPORT OR OTH | ER DATA |
| TYPE OF SUBMISSION | TYPE OF ACTI | | | ON | <u> </u> |
| ✓ Notice of Intent | Acidize | Deepen Deepen | Produ | ction (Start/Resume) | Water Shut-Off |
| | Alter Casing | Fracture Treat | Reclamation | | Well Integrity |
| Subsequent Report | Casing Repair | New Construction | Recomplete | | Other PLUG BACK TO |
| | Change Plans | Plug and Abandon | Temporarily Abandon | | BONE SPRING |
| Final Abandonment Notice | Convert to Injection | Plug Back | ☐ Water | Disposal | |
| 13. Describe Proposed or Completed O the proposal is to deepen direction. Attach the Bond under which the v following completion of the involv testing has been completed. Final determined that the site is ready for | or recomplete nonzontal work will be performed or project ed operations. If the operati Abandonment Notices must | lly, give subsurface locations and ovide the Bond No. on file with longers on results in a multiple completion. | I measured and BLM/BIA. Re | d true vertical depths of equired subsequent repetition in a new interval | f all pertinent markers and zones. orts must be filed within 30 days |
| | | | | | DECEIVED |
| AND PIEASE SEE ATTACHED | | | | | Barry Res H . B. H VII Barry Res |

SEE ATTACHED FOR CONDITIONS OF APPROVAL DEC 0 8 2010

HOBBSOCD

| 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) | | | | |
|---|--|---|--|--|
| D. PATRICK DARDEN, P.E. | Title SENIOR ENGINEER | | | |
| Signature L. tabukasa I | Date 11/17/2010 | ADDDOVED | | |
| THIS SPACE FOR FEDER | + AFFRUVEU | | | |
| Approved by | PETROLEUM ENGINEER | DEC 3 2010 | | |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or cert that the applicant holds legal or equitable title to those rights in the subject lease which woul entitle the applicant to conduct operations thereon. | d Office | BUREAU OF LAND MANAGEMENT | | |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any personal fictitious or fraudulent statements or representations as to any matter within its jurisdiction. | on knowingly and willfully to make to any depart | artment or agency of the United States any false, | | |

(Instructions on page 2)

LEA UNIT #10

Notice of Intent - Sundry to Plugback Well to Bone Spring Zone

Planned start date: 12/15/10

1. MIRU PU to start plugback workover. Install 5k BOP.



- 2. Set CIBPs with 30' cement on top at +/-14,280' and +/-12,860' (to cover Devonian and Penn zones).
- 3. Run CBL. Perf 7" casing to place cement across Bone Spring Zones. Pump & squeeze cement as required.



- 4. Drillout and test squeeze holes.
- 5. Perforate Bone Spring "V" Dolomite interval, treat w/acid, and test.
- 6. Set RBP between Bone Spring "R" and "V" Dolomite zones.
- 7. Perforate Bone Spring "R" Dolomite interval, treat w/acid, and test.
- 8. Remove RBP.
- 9. RIH with bottom hole pumping assembly. RWTP in Bone Spring zone via beam pumping equipment.
- 10. RDMO PU.

Note: Will use steel frac tanks and test tanks as needed to contain fluids (and solids) during workover.

Lea Unit 10 30-025-20506 Legacy Reserves Operating December 3, 2010 Conditions of Approval

- 1. Contact the BLM 575-393-3612 a minimum of 24 hrs prior to beginning work
- 2. Surface disturbance beyond the originally approved pad must have prior approval.
- 3. Closed loop system required.
- 4. 5000 psi (5M) BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the size of the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 Attachment I (2M Diagrams of Choke Manifold Equipment rated to 5M). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above pre-charge. The pre-charge test shall follow requirements in Onshore Order #2.
 - 5M systems shall require two independent power sources, one of which may be nitrogen bottles (three minimum) maintaining a charge equal to the manufacturer's recommendations.
- 5. Operator to have H2S monitoring equipment on location as H2S has been reported from wells in the area.
- 6. A 250' plug must be set across the 7" casing shoe from 14,358 to 14,108 feet, WOC and tag. (Production shoe at 14,308')
- 7. Set CIBP at 12,790' and spot 45 sxs class H, minimum plug length 230', on top of the CIBP. (Top of Morrow at 12,690')
- 8. Spot 45 sxs class H, minimum plug length 210', across the top of the Wolfcamp from 11,125 to 10,915 feet. (Top of Wolfcamp at 11,025')
- 9. After drilling out cement in step 4 of proposed procedure, test squeeze holes with chart recorder to 1000 psi for 30 minutes, if pressure drops more than 10 percent contact the appropriate BLM office.
- 10. Subsequent sundry and completion report required.

Note: Once completed report production to the Bone Spring Participating Area-NMNM70976B

CRW 120310



LEA UNIT #10

FIELD: Lea (Devonian)

KB: 3,677'

COUNTY, STATE: Lea, New Mexico

GL: 3,654'

Orig PBTD: Same

TD: 14,438'

LOCATION: 1980' FWL & 1,980' FNL, Sec 13, T20S, R34E

API#: 3002520506

Cut & pulled 7" csg @ 472'. Ran new csg w/csg bowl & lead seal 4/9/74.

13 3/8" 48# H-40 @ 855' cmt W/800sx. Circ'd

TOC above DVT not reported.

9 5/8" 36# & 40# @ 5,161' cmt w/13,920sx. Circ'd

DV tool @ 5,530', cmt'd w/350sx

Downhole Equipment:

BCL rental P17 ESP on 330 jts 2-7/8" tbg.

TOC @ 10,650'

Morrow/Penn: 12,890'-13,114'. Sqz'd w/80sx 4/13/74.

7", 29# @ 14,308' cmt w/1,475sx. DVT @ 5,530'. TOC below DVT @ 10,650', TOC above DVT not reported.

Devonian OH: 14,308'-14,438'.

DP Darden

DATE: 12/02/10