Form 3160-5 (August 2007)

(Instructions on page 2)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT



FORM APPROVED OMB No. 1004-0137

Expires: July 31, 2010

6. If Indian Allottee of Tribe Name

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. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8. Well Name and No. Goodnight Federal, Well #1 Oil Well Gas Well Other 2. Name of Operator API Well No. 30 015 35601 MOREXCO, INC. 15262 3a. Address 10. Field and Pool or Exploratory Area 3b. Phone No. (include area code) Willow Lake, Bone Springs 64450 c/o P.O. Box 9\$3, Midland, TX 79702 432 684-6381 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 11. Country or Parish, State Eddy County, New Mexico 2080' FNL and 660' FEL (H), Section 30, T24S, R38E 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation Other Add perfs same pool 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. If 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 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.) 5-5-08: Rigged up. Unset pump & TOH. NU BOP. Ran 5 1/2 EZ drill CIBP @ 5875'. Loaded casing & perfed 5667, 70, 72, 74, 83, 5724, 37, 48, 54, 91, 5802', 11 holes, SION, 5-6-08: Tested tubing. 5-7-08: Set BP @ 5820', packer @ 5809'. Tested BP to 1500 psi, held. Set packer @ 5474' & pumped 2000 gals 7 I/2% acid. SION. 5-8-08: Fraced well w/987 bbls 20# x-link 2% KCL water and 37000# 30/50 sand and 12000# 20/40 sand. 5-9-08: Unset packer & circulate hole. 5-12-08: Drilled out bridge plug @ 5875'. Cleaned out to 6138'. Ran in hole w/2 7/8" tubing to 6036', SN @ 6004'. Ran pump and rods. 5-23-08: Well pumping 23 oil, 356 water, 93 gas. ACCEPTED FOR RECORD JUL 1 2008 /s/ JD Whitlock Jr 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) BUREAU OF LAND MANAGEMENT Ann E. Ritchie Title Regulatory Agent CARLSBAD FIELD OFFICE Date 06/16/2008 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Accepted for record Title 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 Office entitle the applicant to conduct operations thereon. 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