(August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

| SUNDRY N | OTICES AND | REPORTS | ON WELLS | |
|-----------------|---------------|----------------|----------------|------|
| Do not use this | form for prop | osals to drill | or to re-enter | r an |
| abandoned well | | | | |

NMNM113426

If Indian Allottee or Tribe Name

5. Lease Serial No.

| abandoned well. Use form 3160-3 (APD) for such proposals. | | | | | 6. If indian, Anottee of Tribe Name | | |
|--|---|---|--|---|---|----------------------|--|
| SUBMIT IN TRIPLICATE - Other instructions on reverse side. | | | | | 7. If Unit or CA/Agreement, Name and/or No. | | |
| 1. Type of Well ☐ Gas Well ☑ Other: INJECTION | | | | 8. Well Name and No. OJO ENCINO 31 FEDERAL SWD 1 | | | |
| 2. Name of Operator HPOC,LLC | ARTHUR W. E | | | 9. API Well No. 30-031-21112-00-X1 | | | |
| 3a. Address 3b. Phone No 32700 ASPEN DRIVE Ph: 719-39 BUENA VISTA, CO 81211 Ph: 719-39 | | | include area code) -8059 | , | 10. Field and Pool, or Exploratory WILDCAT | | |
| 4. Location of Well (Footage, Sec., T |) | | | 11. County or Parish, and State | | | |
| Sec 31 T20N R5W NWNE 34 35.926480 N Lat, 107.405320 | | | MCKINLEY COUNTY, NM | | | | |
| 12. CHECK APPI | ROPRIATE BOX(ES) TO | INDICATE 1 | NATURE OF N | NOTICE, RE | PORT, OR OTHER | R DATA | |
| TYPE OF SUBMISSION | F ACTION | | | | | | |
| - Notice of Intent | Acidize | Acidize Deepen Production (Start/Res | | on (Start/Resume) | ☐ Water Shut-Off | | |
| □ Notice of Intent | ☐ Alter Casing | Fractu | ire Treat | □ Reclama | tion | ☐ Well Integrity | |
| Subsequent Report | Casing Repair | □ New 0 | Construction | □ Recompl | ete | Other | |
| ☐ Final Abandonment Notice | Change Plans | | | ☐ Tempora | arily Abandon Drilling Operations | | |
| RC | Convert to Injection | □ Plug l | Back | □ Water Di | sposal | | |
| Reached TD at 11:30 hrs on Swith resistivity & up to 200' will Landed 143 jts of 7", 23#, J-5 Joint is at 5658.62' KB. Prece of water. Cemented with 420 flake, 5 pps LCM-1, 3% sodiu III, 1% CaCl2, 0.2% FL-52A. Vost circulation with 193 bbls Pressure fluctuations at the element of the company of the comp | B/27/2012. Logged F/ 6023 ft GR. 5 LTC csg at 6023.50 KB, ded cement with 10 bbls vsks (1071 cuft, 2.55 yld, 1 m metasillicate followed b Nashed pump & lines, drogone, worked csg and ded nd of displacement, press | PBTD is at 59 water, 20 bbls 1.8 ppg) of Ty y 74sks (102 o pped plug and creased rate, o ures gradually | 178.93' KB, top of ?SEAL-BON pe III cement, 1 cuft, 1.38 yld, 1 d displaced with did not regain c increased to 3 | of 25.42' Ma ID Plus? and I/4 pps cello 4.6 ppg) Typ n 223 bbls of irculation. 000 psi, SD, | DIST rker 5 bbls e water | S. VIV. | |
| | Electronic Submission #1 | OC,LLC, sent | to the Farmingt | on | - | | |
| Name (Printed/Typed) ARTHUR W. BUTLER | | | Title MANAG | • | | | |
| Signature (Electronic S | | | Date 10/30/2 | | | | |
| | THIS SPACE FO | R FEDERAL | OR STATE | OFFICE US | E | | |
| Approved By ACCEPTED | | | JIM LOVA TitlePETROLE | I LOVATO TROLEUM ENGINEER | | Date 10/31/2012 | |
| Conditions of approval, if any, are attache ertify that the applicant holds legal or equhich would entitle the applicant to conditions. | uitable title to those rights in the uct operations thereon. | subject lease | Office Farming | | | | |
| itle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent | U.S.C. Section 1212, make it a statements or representations as | crime for any per to any matter wit | son knowingly and hin its jurisdiction | d willfully to ma | ke to any department or | agency of the United | |

Additional data for EC transaction #156941 that would not fit on the form

32. Additional remarks, continued

pressure fell to 2250 psi, engaged pump and pressure quickly climbed to 3200 psi, bump plug. Held pressure for 30 minutes and climbed to 3350 psi. BLM hand Darrell Priddy on location to witness cement job & csg integrity test. Job completed at 15:00 hrs on 9/29/2012, no cement returns.

Will run bond log on completion.