

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

AUG 29 2014

SUBMIT IN TRIPLICATE - Other instructions on reverse side

| | |
|---|---|
| 1. <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | 5. Lease Serial No. NOO-C-14-20-3602 |
| 2. Name of Operator Elm Ridge Exploration Company, LLC | 6. If Indian, Allottee or Tribe Name N/A |
| 3a. Address PO Box 156 Bloomfield, NM 87413 | 7. If Unit or CA/Agreement, Name and/or No. NMNM87138 |
| 3b. Phone No. (include area code) 505-632-3476 ext. 201 | 8. Well Name and No. Buena Suerte 4 Com 1T |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1505' FNL X 1035' FWL "E" Sec. 4-T25N-R11W | 9. API Well No. 30-045-32007 |
| | 10. Field and Pool, or Exploratory Area Basin Fruitland Coal |
| | 11. County or Parish, State San Juan County, NM |

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

| TYPE OF SUBMISSION | TYPE OF ACTION |
|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input type="checkbox"/> Production (Start/Resume) <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input type="checkbox"/> Reclamation <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair <input type="checkbox"/> New Construction <input type="checkbox"/> Recomplete <input type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans <input checked="" type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon |
| | <input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal |

13. Describe Proposed or Completed Operations (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 recompleat 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 shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once Testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Elm Ridge Exploration Co., LLC requests permission to plug and abandon the following well according to the attached procedure.

RCVD SEP 9 '14

OIL CONS. DIV.

DIST. 3

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

Notify NMOCD 24 hrs prior to beginning operations

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

| | |
|---|---------------------------|
| 14. I hereby certify that the foregoing is true and correct | Title |
| Name (Printed/Typed) Amy Archuleta | Sr. Regulatory Supervisor |
| Signature | Date |
| | August 22, 2014 |

THIS SPACE FOR FEDERAL OR STATE USE

| | | |
|---|-------------------------|------------------|
| Approved by Troy Salyers | Title Petroleum Eng. | Date 9/4/2014 |
| 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 FFO | |

Title 18 U.S.C. Section 1001, makes 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 reverse)

NMOCDW

Elm Ridge Resources

Pertinent Data Sheet

Well Name: Buena Suerte 4 Com #1T
Footage: 1505' FNL and 1035' FWL
Location: SWNW Section 4, T25N, R11W
County: San Juan County, NM
API#: 30-045-32007

Field: Basin Fruitland Coal

Elevation: 6371' KB

TD: 1525' KB

PBTD: 1469' KB

Completed: 01/06/2005

Casing Record:

| Hole Size | Casing Size | Wt. | Grade | Depth Set | Cement |
|-----------|-------------|-------|-------|-----------|---------------------------|
| 8-3/4" | 7" | 23# | J-55 | 135' | 65 sx (Circ. to surface) |
| 6-1/4" | 4-1/2" | 11.6# | J-55 | 1513' | 225 sx (Circ. to surface) |

Tubing: 2-3/8" tubing set at 1338'

Formation Tops:

Nacimiento Surface
Fruitland 1313'
Pictured Cliffs 1348'

Perforations:

Fruitland perforations: 1302'-1322'

Notes:

Wellbore Diagram
Buena Suerte 4 Com #1T
SWNW Sec. 4, T25N, R11W
San Juan County, NM
API #30-045-32007

Before

Nacimiento - surface

8-3/4" OH
7" 23# J-55 set @ 135'
Circulated cmt to surface

Fruitland - 1313'

Pictured Cliffs - 1348'

Fruitland perforations: 1302'-1322'

2-3/8" tbq set at 1338'

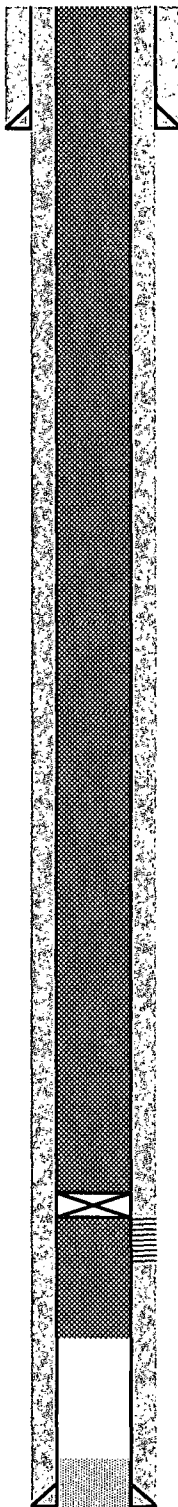
6-1/4" OH
4-1/2" 11.6# J-55 set @ 1513'
Circulated cmt to surface
TD: 1525'

Wellbore Diagram
Buena Suerte 4 Com #1T
SWNW Sec. 4, T25N, R11W
San Juan County, NM
API #30-045-32007

After

Nacimiento - surface

8-3/4" OH
7" 23# J-55 set @ 135'
Circulated cmt to surface



Fruitland - 1313'

Pictured Cliffs - 1348'

Fruitland perforations: 1302'-1322'

6-1/4" OH
4-1/2" 11.6# J-55 set @ 1513'
Circulated cmt to surface
TD: 1525'

Plugging Program for Buena Suerte 4 Com #1T

- 1) MOL RU. TOOH with 2-3/8" tubing.
- 2) PU and TIH with 4-1/2" retainer to 1300'. Squeeze below retainer with 11 sx cmt.
- 3) Sting out, mix and pump 99 sx, or sufficient volume, to bring cement to surface inside 4-1/2" casing.
- 4) Cut off well head 4 feet below surface and remediate location in accordance with regulatory agencies' conditions of approval.

**UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
FARMINGTON DISTRICT OFFICE
6251 COLLEGE BLVD.
FARMINGTON, NEW MEXICO 87402**

Attachment to notice of
Intention to Abandon:

Re: Permanent Abandonment
Well: Buena Suerte 4 Com #1T

CONDITIONS OF APPROVAL

1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
2. Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 564-7750.

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

Office Hours: 7:45 a.m. to 4:30 p.m.