

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

FORM APPROVED
OMB NO. 1004-0137
Expires March 31, 2007

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM4314
2. Name of Operator Nearburg Producing Company		6. If Indian, Allottee or Tribe Name
3a. Address 3300 N A St., Bldg 2, Ste 120, Midland, TX 79705	3b. Phone No. (include area code) 432/686-8235	7. If Unit or CA/Agreement, Name and/or No. Mescalero Unit 6 Federal #1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660 FNL and 1980 FWL, Sec 6-19S-34E		8. Well Name and No. Mescalero Unit 6 Federal #1
		9. API Well No. 30-025-37570
		10. Field and Pool, or Exploratory Area E-K; Bone Springs
		11. County or Parish, State Lea NM

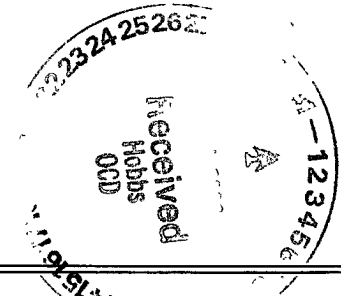
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

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 checked="" 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 checked="" type="checkbox"/> Other <u>Int csg,</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>prod csg, cmt and</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	<u>rig release</u>

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 shall 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 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 final site is ready for final inspection.)

Drld to 3337'. RU csg crew and ran 86 jts 8-5/8" J55 32# STC csg. Set @ 3337'. Cmt as follows: Lead - 1000 sxs Class C 35/65/6 POX + additives. Tail - 250 sxs Class C + additives. Circ 353 sxs to surface. WOC 44.5 hrs. Cut off and weld on wellhead. Test csg to 1000 psi for 30 mins. OK. NU BOPE and test. PU BHA and TTH. Begin drilling.

Drld to TD @ 10107'. RU csg crew and ran 261 jts 5-1/2" N80 17# LTC csg. Set @ 10106'. Cmt as follows: Stage 1 - 625 sxs Class C + additives. Circ 37 sxs to surface. Stage 2 - lead - 755 sxs Class C + additives. Tail - 100 sxs Class C neat. Circ 183 sxs to surface. ND BOPE. Set slips, cut off csg adn rig down @ 0330 hrs 9/17/06.



14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Sarah Jordan		Title Production/ Regulatory Analyst
<i>S Jordan</i>		Date 10/12/06
ACCEPTED FOR RECORD		
THIS SPACE FOR FEDERAL OR STATE OFFICE USE		
Approved by	Title	Date OCT 31 2006
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.		<i>W Wesley W Ingram</i> WESLEY W. INGRAM PETROLEUM ENGINEER
Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, 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.		

G.W.W.