

New Mexico Oil Conservation Division, District I

1625 N. French Drive

Hobbs, NM 88240

UNITED STATES

DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Form 3160-5
(August 2007)

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

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.

5. Lease Serial No.
NMLC060978

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

Oil Well Gas Well Other *Inj*

2. Name of Operator
EOR OPERATING COMPANY

7. If Unit of CA/Agreement, Name and/or No.
NMNM70990X

8. Well Name and No.
MILNESAND SA 311

3a. Address
ONE RIVERWAY SUITE 610
HOUSTON, TX 77056

3b. Phone No. (include area code)
832-485-8500

9. API Well No.
30-041-10060

10. Field and Pool or Exploratory Area
MILNESAND SA

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
660' FNL & 1980' FEL
UL B 19-8S-35E

11. Country or Parish, State
ROOSEVELT, NM

12. CHECK THE 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 checked="" 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 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 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.)

Well will be evaluated for casing integrity and if found to be viable, returned to producing status, if not, a decision will be made at that time to repair, T&A or plug within the 2nd. Quarter of 2010.

Approval Subject To Returning Well To Production, Plugging With A Program Approved By The BLM-Roswell Field Office, Or Running An Mechanical Integrity Test On Or Before 01-04-2010.

RECEIVED
 2009 SEP 24 AM 10:55
 BUREAU OF LAND MANAGEMENT
 ROSWELL OFFICE
 RECEIVED
 OCT 06 2009
 HOBBSON

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Lawrence A. Spittler, Jr.

Title Sr. Well Operations Supervisor

Signature

Date 09/21/2009

KE PETROLEUM ENGINEER
OCT 07 2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/S/ DAVID R. GLASS

PETROLEUM ENGINEER

Title

Date

SEP 24 2009

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 ROSWELL FIELD OFFICE

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.

(Instructions on page 2)