

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

New Mexico Oil Conservation Division, District I

1625 N. French Drive

Hobbs, NM 88401

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.*

HOBBS OFFICE

**SUBMIT IN TRIPLICATE - Other instructions on page 2**

SEP 30 2013

5. Lease Serial No.	NM 02218
6. If Indian, Allottee or Tribe Name	
7. Unit or CA/Agreement, Name and/or No.	
8. Well Name and No.	El Zorro E Federal #1
9. API Well No.	30-041-20423
10. Field and Pool, or Exploratory Area	Allison; San Andres, East
11. County or Parish, State	Roosevelt Co. NM

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	
2. Name of Operator <b>Halcon Holdings, Inc.</b>	
3a. Address <b>5100 E Skelly, Ste 650, Tulsa, OK 74135</b>	3b. Phone No. (include area code) <b>918-663-2800</b>
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) <b>660' FSL &amp; 1980' FEL Sec. 28, T-8-S, R-37-E</b>	

RECEIVED

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 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 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 recompleate 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 recompleation 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.)

Lat: 33.5868714

Long: 103.1559160

07/22/13 MIRU plugging equipment. POH w/ rods. ND well head. NU BOP. 07/23/13 POH w/ tbg. RIH w/ gauge ring to 4900'. RIH and set CIBP @ 4800'. Circulated hole w/ mud laden fluid. Spotted 25 sx cement on top of plug 4800-4553. POH to 2368. Pressured tested csg. Held 500 psi. Spotted 40 sx cement @ 2368-1973. POH w/ 1500' of tbg. 07/24/13 Tagged plug @ 1968'. POH. Perf'd csg @ 421'. Set packer @ 126'. Sqz'd 50 sx cement w/ 2% CACL and displaced to 321'. WOC. Tagged plug @ 290'. POH. Perf'd csg @ 60'. 07/25/13 Sqz'd 25 sx cement and circulated to surface. Rigged down and moved off. 08/05/13 Moved in welder and backhoe. Dug out cellar. Installed Dry Hole Marker, Covered marker three feet below ground. Backfilled cellar and leveled. Removed dead men and cleaned location. Moved off. (Robert Hoskenson w/ BLM notified).

14. I hereby certify that the foregoing is true and correct.)

Name (Printed/Typed) <b>Stephen J. Milinichik</b>	Title <b>Sr. Operations Engineer</b>
Signature <i>[Signature]</i>	Date <b>September 5, 2013</b>

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by <b>/s/ DAVID R. GLASS</b>	Title <b>PETROLEUM ENGINEER</b>	Date <b>SEP 26 2013</b>
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 <b>ROSWELL FIELD OFFICE</b>	

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)

**APPROVED FOR 6 MONTH PERIOD  
ENDING FEB 05 2014**

APPROVED AS TO PLUGGING OF THIS  
WELL BORE. LIABILITY UNDER BOND  
IS RETAINED UNTIL SURFACE RESTORATION  
IS COMPLETED

W.K.