Form 3160-5 (August 2007)

Approved By ACCEPTED

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.

UNITED STATES DEPARTMENT OF THE INTERIOR

bbs				
HOBES OCE	FORM A	PPROVED 1004-0135		
DEC 0 2 2013	Expires: July 31, 2010 5. Lease Serial No.			
an als. RECEIVED	NMNM78273 6. If Indian, Allottee or	Tribe Name		
ide.	7. If Unit or CA/Agreer	ment, Name and/or No.		
	8. Well Name and No. LAGUNA 23 FEDE	RAL COM 1H		
	9. API Well No. 30-025-40742-00)-X1 /		
e area code)	10. Field and Pool, or Exploratory LEA			
	11. County or Parish, and State			
	LEA COUNTY, N	IM /		
URE OF NOTICE, RI	LEPORT, OR OTHER	DATA		
TYPE OF ACTION				
Production (Start/Resume) eat Reclamation ruction Recomplete bandon Temporarily Abandon		□ Water Shut-Off□ Well Integrity☒ OtherDrilling Operations		
Water Disposal nated starting date of any proposed work and approximate duration thereof. It is and measured and true vertical depths of all pertinent markers and zones. It is BLM/BIA. Required subsequent reports shall be filed within 30 days etion or recompletion in a new interval, a Form 3160-4 shall be filed once ments, including reclamation, have been completed, and the operator has				
set @ 1680'. tail w/ 250 sx HalCem	C,			
'. Mix & pump lead: 1 ; 14.8 ppg, 1.33 yld.	st Circ			

	UREAU OF LAND MANAGEM	IENT DEC	Expire 5. Lease Serial No.	es: July 31, 2010	
BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS DEC 0 2 2013					
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. RECEIVED					
SUBMIT IN TRIPLICATE - Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No.	
1. Type of Well				No. EDERAL COM 1H	
			9. API Well No.		
NEARBURG PRODUCING COMPANYE-Mail: tgreen@nearburg.com			30-025-40742	30-025-40742-00-X1	
3a. Address 3b. Phone No. (include area code) 3300 NORTH A STREET BLDG 2 STE 120 Ph: 432.818.2940 MIDLAND, TX 79705 Ph: 432.818.2940				10. Field and Pool, or Exploratory LEA	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				sh, and State	
Sec 23 T20S R34E SESW 330FSL 1980FWL				Y, NM	
	•			,	
12. CHECK APPF	ROPRIATE BOX(ES) TO INI	DICATE NATURE OF N	OTICE, REPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
D. M. Charles	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off	
☐ Notice of Intent	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity	
Subsequent Report	☐ Casing Repair	■ New Construction	□ Recomplete	⊠ Other	
☐ Final Abandonment Notice	☐ Change Plans	□ Plug and Abandon	□ Temporarily Abandon	Drilling Operations	
	☐ Convert to Injection	☐ Plug Back	■ Water Disposal		
13. Describe Proposed or Completed Ope If the proposal is to deepen directions. Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final Aldetermined that the site is ready for f. Drilling: 8/18/13 Spud well. 8/19/13 TD 17-1/2" hole @ 18/20/13 Mix & pump lead: 18/14.8 ppg, 1.33 yld. Circ 995 s. 8/23/143 Too test at 1500 set.	ally or recomplete horizontally, give a rk will be performed or provide the B I operations. If the operation results i bandonment Notices shall be filed on inal inspection.) 680'. RIH w/ 13-3/8", J55, 54. 100 sx Extencem CZ cmt, 13.5 sx to surf. WOC 24+ hrs.	subsurface locations and measure tond No. on file with BLM/BIA in a multiple completion or record after all requirements, including the state of the state of the state of the substantial state of the substantial substantia	red and true vertical depths of all pe . Required subsequent reports shall mpletion in a new interval, a Form 1 ng reclamation, have been complete	rtinent markers and zones. be filed within 30 days 3160-4 shall be filed once	
8/21/13 Test csg to 1500 psi 8/25/13 TD 12-1/4" hole @ 5: 8/26/13 RIH w/ 9-5/8", L80, 4 stage: 300 sx EconoCem HLC 178 sx. 8/27/13 Mix & pump 2nd stag HalCem C, 14.8 ppg, 1.33 yld	522'. 0#, LTC csg & set @ 5522'. C, 12.9 ppg, 1.89 yld; tail w/ 30 je: Lead: 1455 sx EconoCem	00 sx HalCem C, 14.8 ppg n HLC, 12.9 ppg, 1.88 yld;	, 1.33 yld. Circ		
	Electronic Submission #2261 For NEARBURG PRO nitted to AFMSS for processing	DUCING COMPANY, sent by JOHNNY DICKERSON of	to the Hobbs	1/1/	
Name (Printed/Typed) TIM GREI	EN	Title			
Signature (Electronic S	Submission)	Date 11/08/20	112	1	
Signature (Electronic Submission) Date 11/08/2013 THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
		JAMES A			
_Approved By_ACCEPTED		Title SUPERVIS		Date 11/24/2013	

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.

Office Hobbs

Additional data for EC transaction #226108 that would not fit on the form

32. Additional remarks, continued

8/28/13 Test csg to 1500 psi for 30# ok. 9/10/13 TD 8-3/4" hole @ 15497'. 9/12/13 RIH w/ 5-1/2", 17#, P110, BTC & LTC csg & set @ 15497'. DV tool @ 6528'. Mix & pump 1st stage: lead: 660 sx Light cmt, 10.8 ppg, 2.37 yld; tail w/ 1133 sx VersaCem H, 14.5 ppg, 1.21 yld; Circ 190 sx. 2nd Stage: lead: 695 sx Light cmt, 10.8 ppg, 1.24 yld, tail w/ 270 sx VersaCem H, 14.5 ppg, 1.24 yld. Circ 46 sx to surface. WOC. 9/14/13 Release rig.

Completion: 9/27/13 DO DV tool. Test csg to 4500 psi for 30 mins. Ok. RIH to PBTD @ 15449'.

10/6/13 to

10/10/13 Perf Bone Spring @ 11200-15420', 336 holes. Frac w/ 1481323 gals fluid; 2356508# sand. 10/11/13 Mill out plugs. Flowback well. 10/14/13 RIH w/ GLV & 2-7/8" tbg set @ 10571'. GLV @ 2240, 4026, 5393, 6403, 7153, 7839, 8525,

9242, 9928, 10516'. 10/15/13 Turn well to production.