OCD-ARTESIA

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5 Lease Serial No Federal Lease – LC028755(A)

Bek	ENO OF ENTED WITH	Federal Lease – LC0	Federal Lease - LC028755(A)			
SUNDRY	· · · · · · · · · · · · · · · · · · ·	6 If Indian, Allottee or Tribe Name				
	form for proposals : Use Form 3160-3 (A	N/A				
abandoned wen.	Ose i Oilli 3100-3 (A	7 If I but of CA /A cross	nont Nama and/as Na			
	T IN TRIPLICATE - Other	7 If Unit of CA/Agreement, Name and/or No N/A				
1 Type of Well		8 Well Name and No				
Oil Well Gas W	Russell C 003					
2 Name of Operator Tarco Energy, L C.				9 API Well No 3001537783		
3a Address 12403 CR 2300 Lubbock, TX 79423	3b Phone No (include a 806-795-2042	rea code)	10 Field and Pool or Exploratory Area Yates-Seven Rivers			
4 Location of Well (Footage, Sec., T., T17S-R27E Section 35, #O 990 FSL, 2225 FEI	R.,M, or Survey Description	j .		itate		
12 CHEC	CK THE APPROPRIATE BO	X(ES) TO INDICATE N	ATURE OF NOT	ICE, REPORT OR OTHE	R DATA	
TYPE OF SUBMISSION		TYPE OF AC	TION			
Notice of Intent	Acidize	Deepen		oduction (Start/Resume)	Water Shut-Off	
	Alter Casing	Fracture Treat		clamation	Well Integrity	
Subsequent Report	Casing Repair	New Construction		complete Other		
Final Abandonment Notice	Change Plans Convert to Injection	Change Plans Plug and Abando Convert to Injection Plug Back		mporarily Abandon iter Disposal		
following completion of the involve testing has been completed. Final determined that the site is ready for Revision of casing program to be: 12 1/4" hole from surface to 380, 8 5/8" 24 lb J55 (NEW) casing	Abandonment Notices must final inspection)	be filed only after all requi	rements, includin	appetion in a new interval, in greclamation, have been of	completed and the ope	rator has
7 7/8" hole to 540' 4 1/2" 11 6 lb J55 (NEW) casing	g from surface to 540'	4			RECEI	VED
Class "A-B" Cement change approve	ed by Wesley-Ingram-	4	APR 12 2012			
Insufficien	et ceme	nt for	12/1	6" (-9	NMOCD AI	
	99d 7	7/8/1/-	7%)	holes-Ac	Centeri fo	
14 I hereby certify that the foregoing is tr	ue and correct Name (Printer	d/Typed)	· · · · · · · · · · · · · · · · · · ·		All 40 =	necord
Judy Teeas - for Tarco Energ	y, L C	Title Se	cratary		NMOC	D109
Signature Qui	Deens	Date 03	22/2012	APPRO	VED	4/3 201
U	THIS SPACE	FOR FEDERAL OF	STATE OF	FICEUSE		
Approved by				APR 10	2012	
Conditions of approval, if any, are attached that the applicant holds legal or equitable to entitle the applicant to conduct operations t	t lease which would Offi	ce	WESLEY W. INGRAM PETROLE: M ENGINEER			
Title 18 U.S.C. Section 1001 and Title 43 I			ngly and willfully	to make to any department of	or agency of the United	States any false,

(Instructions on page 2)

Following is information to perfect the APD. requested by BLM.

Joe Tarver

Russell # C 3 Lease — LC 028755 (A)

Drilling Program - item 3 and 4

Expected bottom hole pressure —20 PSI

" Temperature — 75 degrees F

3. Casing Program:

Hole	* . <u>-</u>	an a .	www.r · w .	C !!		Collapse Design	Design	U
<u>Size</u>	Interval	O.D. Casing	Weight	<u>Collar</u>	<u>Grade</u>	<u>Factor</u>	<u>Factor</u>	Factor
12/4"	380' 0' -360 '	8 5/8"	24#	S/T	J55	1370	2950	139,000
				Safety	Factor=	4.57	147	27.11
	540'							
7 7/8"	0' - 530"	4 1/2"	11.6#	L/T	J55	4960	5350	162,000
				Safety	Factor =	15.51	248	26.35

The casing will be certified used when available, if not available it will be NEW

4. Cement Program: "A-β"

Class "?" neat cement -mix w/water @ 6.32gal per sac. Yield 1.32, Density 14.8 Slurry - We will use the same mix for surface and production string.

380'

Surface string cement: 8 5/8" Cemented from 360 to the surface

121/4" 380'

11" hole - 8.58"-360", Ann. Vol 91.51 CF, 70 Sac X 6.32 water, Yield
1.32 Slurry Density 14.8, Volume 16.3bbl, X 1.2 (for volume assurance) =
19.56bbl.

19.56bbl.

Production string cement:

4 1/2" Cemented from 530" to the surface

8"CASED HOLE TO 380' 540' 8" HOLE TO 360' THEN 7 7/8 HOLE TO 530', Ann. Vol 124.61CF, 95 Sac. X 6.32gal water per Sac = Yield 1.32, Slurry Density 14.8,

Volume 22.19 bbl X 1.2(for volume assurance) = 26.63 bbl.

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