

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

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.
NMNM4210- 12110

6. If Indian, Allottee or Tribe Name.

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☐ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
JKM Energy LLC.

3a. Address
26 East Compress Rd Artesia, N.M. 88210

3b. Phone No. (include area code)
(575-748-2854)

7. If Unit of CA/Agreement, Name and/or No.
NMNM7238 72238

8. Well Name and No.
Dog canyon 31 E

9. API Well No.
30-015-23937

10. Field and Pool or Exploratory Area
Crow Flats Morrow

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
2-31-16S-28E SWNW 31

11. County or Parish, State
Eddy, New Mexico

12. CHECK THE 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 checked="" 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 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	

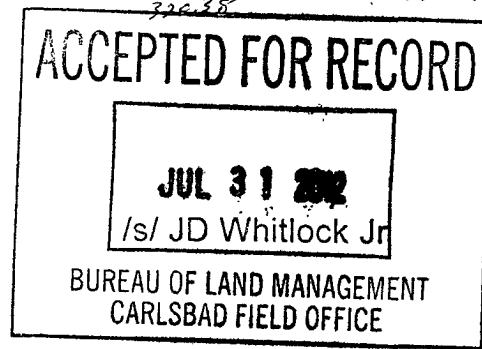
13. Describe Proposed or Completed Operation Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths 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 recompleat 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 was put on line 1:30 PM 7/21/12 Production after 2 days averaged 13 MCFD 13MCF X 30 Days = 390 MCF X Approx \$ 3.00 = \$ 1,170.00
I pump the well myself, and as it is close to other wells we operate, approx. cost to pump is \$ 60.00 per month. Fed. Override is 12.5% = \$ 146.25 Taxes are 8.9% = \$ 104.13. My wife does the reports approx. 30 min. X \$ 20.00 = \$ 10.00 . \$ 60.00 + 146.25 + 104.13 = \$ 310.38 cost . \$ 1,170.00 - \$ 310.38 = \$ 859.62
549.62

If well goes off production for more than 30 days notify BLM by Sundry within 5 business days

WELL MUST Remain on Prod. or Submit NOT To PLA

Accepted for record
NMOCD CR 8/3/12



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

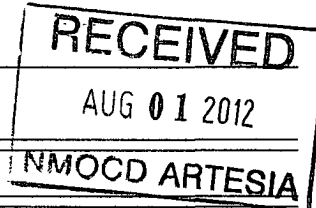
Title Managing member

Signature

Date

7-23-12

THIS SPACE FOR FEDERAL OR STATE OFFICE USE



Approved by

Title

Date

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

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)