

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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.
NMNM 06814

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

JIM PIERCE PO BOX 381 ARTESIA, NEW MEXICO 88210

3a. Address
PO BOX 381 ARTESIA, NEW MEXICO 88210

3b. Phone No. (include area code)
575 513 0472

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

8. Well Name and No.
SOUTHERN FEDERAL 0037

9. API Well No.
30-015-05807

10. Field and Pool or Exploratory Area
HACKBERRY YATES- 7 RVRS

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
NE/SE SECTION 30, TWN. 19s, RNG. 31e

11. Country or Parish, State
EDDY CO. NEW MEXICO

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 checked="" type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input checked="" 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	

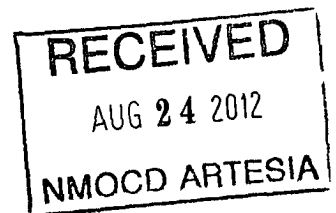
13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths 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.)

RESPONSE TO NWO 12 JB 067.

Applicant hereby makes notification to return the above referenced well to productive status and abate issues brought in NWO 12JB 067.

Technical details are as follows:

1. Well has a major mechanical failure in Production 4.5" casing string at 440'.
2. Damaged casing will be replaced and ancillary equipment installed thus gaining productive status.
3. Well will be tested in accordance of specified "Third Party" upon clarification of such action ~~action~~ is determined.
4. Curative action will begin on April 16, 2012 and will be completed on April 16 2012.
5. Aforementioned testing can be performed by April 30, 2012.
6. Subsequent Report will be issued upon completion of all referenced above.



DENIED: FAILURE TO COMPLY WITH
BOND REQUIREMENTS. WELL
OPERATIONS ARE BEING TURNED OVER
TO LESSEE

Rejected
07/19/2012 PRL

14. I hereby certify that the foregoing is true and correct.
H.E. DeLong II

Title Authorized Agent

Signature

H.E. DeLong II

Date 04/02/2011 2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

DENIED

/s/ JD Whitlock Jr

Title

LDET

Date

8/22/12

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

CFO

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)