

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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.

FORM APPROVED  
OMB No. 1004-0137  
Expires: March 31, 2007

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well  
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator  
Unit Petroleum Company

3a. Address  
407 North Big Spring St, Ste 101, Midland, TX 79701

3b. Phone No. (include area code)  
432-685-9020

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Surface: 2385' FNL & 271' FEL, Sec 1 T18S-R26E  
Bottom Hole: 1845' FNL & 1487' FEL Sec. 1 T18S-R26E

5. Lease Serial No.

LC- 066445

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Monte Carlo Federal Com #1

9. API Well No.

30-015-34372

10. Field and Pool, or Exploratory Area  
Atoka Penn (Pro-Gas)

11. County or Parish, State

Eddy County, New Mexico

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 checked="" 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 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 recomple 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 recompletion 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.)

5-31-06 Ran 213 jnts 5 1/2" 17# 180 LTC casing to 9,446'; cemented w/ 575 sx 35:65 Class "H" 6% gell(12.7ppg, 1.99 cf yield) and 450 sx TSI Lightweight(13.0ppg, 1.41 cf yield).

6-8-06 Perf Morrow zone 9,274-9,280' & 9,284-9,294', 4spf (64 holes total).

6-13-06 Acidize Morrow zone w/1500 gals 7.5% HCL + 600 gals methanol.

6-15-06 to 6-20-06 Ran pressure bomb to TD and SI for pressure buildup, after 116 hrs of shut-in BHP was 236 psi and SI surface was 197 psi.

6-30-06 to Current Date Well SI, evaluating potential for Recompletion in uphole zones.

ACCEPTED FOR RECORD

AUG 25 2006

GARY GOURLEY  
PETROLEUM ENGINEER

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

Matthew Doffer

Title District Engineer

Signature

Matthew Doffer

Date

08/21/2006

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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.

Title

Date

Office

Accepted for record - NMOC

8/22/06

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)