

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APR 30 2009

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.

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

VERNON E. FAULCONER, INC

148394

3a. Address

P O BOX 7995, TYLER, TX 75711

3b. Phone No. (include area code)

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

See Attached List

5. Lease Serial No

NM13410

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

SEE ATTACHED

30.015.22198

9. API Well No.

See Attached List

10. Field and Pool, or Exploratory Area

See Attached

11. County or Parish, State

Eddy

NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

☐ Notice of Intent

☒ Subsequent Report

☐ Final Abandonment Notice

TYPE OF ACTION

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☒ Other

CHANGE OF OPERATOR

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 shall 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 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 final site is ready for final inspection.)

As required by 43 CFR 3100.0-5(a) and 43 CFR 3162.3, we are notifying you of a change of operator on the attached lease.

Vernon E. Faulconer, Inc as new operator, accepts all applicable terms conditions, stipulations and restrictions concerning operations conducted on the lease or portion of lease described.

Vernon E. Faulconer, Inc meets federal bonding requirements as follows:

BIM (Statewide Bond) NM2516

This change of operator is to be effective April 9, 2009

Scott Laverde
Scott Laverde, Sr. Vice President
Forest Oil Corporation

4/9/09
Date

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

Jean Crawley

Title Vice President

Signature

Date 4/17/09

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

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

Title 18 U.S.C Section 1001, and Title 43 U.S.C Section 1212, makes 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

| LEASE NO | WELL NAME & NO | LOCATION | QTR/QTR | API | POOL ID | POOL NAME |
|-----------|--------------------|--------------|---------|--------------|---------|-------------------------------|
| NMNM13410 | POTTS FEDERAL #001 | O-13-20S-27E | SWSE | 30-015-22198 | 73280 | BURTON FLAT; MORROW (PRO GAS) |
| NMNM13410 | POTTS FEDERAL #002 | F-13-20S-27E | SENW | 30-015-23124 | 73280 | BURTON FLAT; MORROW (PRO GAS) |
| NMNM13410 | POTTS FEDERAL #003 | L-13-20S-27E | NWSW | 30-015-32645 | 73280 | BURTON FLAT; MORROW (PRO GAS) |