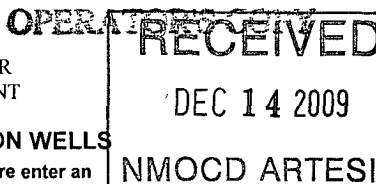


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT



FORM APPROVED
OMB No 1004-0135
Expires March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or re enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No	NM 06407 A
6. If Indian, Allottee or Tribe Name	
7. If Unit or CA/Agreement, Name and/or No	
8. Well Name and No	EAST HENSHAW UNIT # 2
9. API Well No	30-015-03813
10. Field and Pool, or Exploratory Area	EDDY CO, NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	
2. Name of Operator SALADO OPERATING / NMOCD	
3a. Address 1301 W. GRAND AVE. ARTESIA, NM 88210	3b. Phone No. (include area code) 575-748-1283
4. Location of Well (Footage, Sec., T, R., M., OR Survey Description) SEC 1, T16S, R 30E	

12. CHECK 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 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 checked="" 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 recomplate 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.)

10/21/2009 - SET CIBP @ 2928' - SPOT 25 SACKS ON TOP

10/22/2009 - PERF @ 1645' - HELD - SPOT 25 SACKS @ 1700' - TAG @ 1345'

10/23/2009 - PERF @ 597' - PUMP 35 SACKS - TAG @ 380' - PERF @ 60' - CIRCULATE 20 SACKS TO SURFACE

INSTALL DRY HOLE MARKER - CUT OFF ANCHORS - CLEAN UP LOCATION AS PER REGULATED

***Steel pits were used for all fluids**

14. I hereby certify that the foregoing is true and correct	
Name (Printed/Typed) MARK HOSKINS	Title AGENT FOR NMOCD
Signature <i>Mark Hoskins</i>	Date November 29, 2009
THIS SPACE FOR FEDERAL OR STATE OFFICE USE	
Approved by _____	Title _____
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 any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.	

