

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD - Artesia

FORM APPROVED
OMB NO. 1004-0135
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 reverse side.**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM98807
2. Name of Operator MURCHISON OIL & GAS INC		6. If Indian, Allottee or Tribe Name
Contact: CINDY COTTRELL E-Mail: ccottrell@jdmii.com		7. If Unit or CA/Agreement, Name and/or No.
3a. Address 1100 MIRA VISTA BLVD PLANO, TX 75093-4698	3b. Phone No. (include area code) Ph: 972-931-0700 Ext: 109 Fx: 972-931-0701	8. Well Name and No. CARBON VALLEY 25 FED COM 5H
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 25 T16S R27E NESE Lot I 1980FSL 200FEL		9. API Well No. 30-015-37602-00-X1
		10. Field and Pool, or Exploratory DOG CANYON
		11. County or Parish, and State EDDY COUNTY, NM

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 type="checkbox"/> Acidize
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Deepen
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Alter Casing
	<input type="checkbox"/> Fracture Treat
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Change Plans
	<input type="checkbox"/> Plug and Abandon
	<input type="checkbox"/> Convert to Injection
	<input type="checkbox"/> Plug Back
	<input type="checkbox"/> Production (Start/Resume)
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Water Disposal
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Well Integrity
	<input checked="" type="checkbox"/> Other Drilling Operations

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 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.)

9/30/10 - Run ?? casing as follows:

1	7" Float Shoe	1'	
1 Jt.	7" 26# HCP-110 BTC	41'	
1	7" Float Collar	1'	
7 Jts.	7" 26# HCP-110 BTC	298'	
1 Jt.	7" X-O HCP-110 BTC X LTC	44'	
129 Jts.	7" 26# HCP-110 LTC	5461'	
TOTAL 5846'			

RECEIVED

NOV 15 2010

NMOCD ARTESIA

Set bottom of ?? casing at 5840'. Cement - Lead w/ 680 SXS EconoCem-HLC w/ 3% salt + 5 PPS
Gilsonite mixed @ 12.9 PPG, 1.83 yield, 9.22 GPS water. Tail w/ 240 SXS HalCem-H + 0.1% HR-601

14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #95232 verified by the BLM Well Information System For MURCHISON OIL & GAS INC, sent to the Carlsbad Committed to AFMSS for processing by CHERYLE RYAN on 10/19/2010 (11CMR0067SE)	
Name (Printed/Typed) ARNOLD NALL	Title VICE PRESIDENT OPERATIONS
Signature (Electronic Submission)	Date 10/19/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED		JAMES A AMOS Title SUPERVISOR EPS	Date 11/11/20
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 Carlsbad	2010

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #95232 that would not fit on the form

32. Additional remarks, continued

mixed @ 14.8 PPG, 1.33 yield, 6.35 GPS water. Plug down. Circ 189 SXS to catch tank. Nipple up BOP & test to 250 psi low & 5000 psi high. Test annular to 250 psi low & 3000 psi high. Held OK. Trip in hole with 6-1/8" bit & 3" drill pipe. WOC total of 23 hrs. Drill cement & float collar. Test casing to 1200 psi. Drill cement & float shoe. Resume drilling formation.