

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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. NMNM86497 |
| 2 Name of Operator ROBERT L BAYLESS PRODUCER LLC | | 6 If Indian, Allottee or Tribe Name |
| Contact: JOHN THOMAS E-Mail: JTHOMAS@RLBAYLESS.COM | | 7 If Unit or CA/Agreement, Name and/or No |
| 3a Address 368 NEW MEXICO HIGHWAY 170 FARMINGTON, NM 87499 | 3b Phone No (include area code) Ph: 505-326-2659 Ext: 806 Fx: 505-326-6911 | 8 Well Name and No. HORSESHOE GALLUP 19 8H |
| 4 Location of Well (Footage, Sec, T, R, M, or Survey Description) Sec 19 T30N R15W SENE 1500FNL 0555FEL 36.802750 N Lat, 108.451220 W Lon | | 9 API Well No. 30-045-35376-00-S1 |
| | | 10 Field and Pool, or Exploratory HORSESHOE GALLUP |
| | | 11 County or Parish, and State SAN JUAN 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 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 checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Drilling Operations |
| | <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 recomplete 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.)

8/24/2012 - MIRU MO-TE DRILLING.

Drilled 340 ft of 12 1/4" Hole. Ran 332 ft of 9 5/8" J-55 36#/ft casing. Cement with 100 sks (118 ft cubed) cement and circulated 7 bbls cement at surface.
Bump Plug @ 400 psi.

See attached.

RCVD OCT 23 '12
OIL CONS. DIV.
DIST. 3

| | |
|---|-----------------|
| 14 I hereby certify that the foregoing is true and correct. | |
| Electronic Submission #155288 verified by the BLM Well Information System For ROBERT L BAYLESS PRODUCER LLC, sent to the Farmington Committed to AFMSS for processing by JIM LOVATO on 10/18/2012 (13JXL0043SE) | |
| Name (Printed/Typed) JOHN THOMAS | Title ENGINEER |
| Signature (Electronic Submission) | Date 10/17/2012 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|--|--|-------------------|
| Approved By ACCEPTED | JIM LOVATO Title PETROLEUM ENGINEER | Date 10/18/2012 |
| 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 Farmington |

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 **

NMOCD Ay



SURE SHOT

A Division Of
PETROLEUM INSTRUMENTS, INC.
1312 S.E. 25th Oklahoma City, Oklahoma 73129 (405) 877-8800

Model A

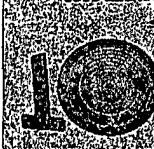
Well _____ Co. Date R-28-12
Location Harbor Callie Depth 340'
By M. T. Dilling Degrees 22

Well _____ Co. Date _____
Location Harbor Callie Depth 340'
By M. T. Dilling Degrees 22

Well _____ Co. Date _____
Location Harbor Callie Depth 340'
By M. T. Dilling Degrees 22

Well _____ Co. Date R-23-10
Location Harbor Callie Depth 140'
By M. T. Dilling Degrees 1

Well _____ Co. Date _____
Location Harbor Callie Depth 140'
By M. T. Dilling Degrees 1



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