

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

5. Lease Serial No.
NMNM113426

6. If Indian, Allottee or Tribe Name

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

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		8. Well Name and No. OJO ENCINO 21 FEDERAL DWS 2
2. Name of Operator HPOC, LLC Contact: MICHAEL S ALLEN E-Mail: mallen@highplainsop.com		9. API Well No. 30-031-21111-00-X1
3a. Address P.O. BOX 5046 BUENA VISTA, CO 81211	3b. Phone No. (include area code) Ph: 719-395-8059	10. Field and Pool, or Exploratory OJO
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 21 T20N R5W NESW 2621FSL 2360FWL 36.949160 N Lat, 107.372000 W Lon		11. County or Parish, and State MCKINLEY COUNTY, NM

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 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 Surface Disturbance
	<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 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.)

HPOC has drilled the Ojo Encino 21Federal DWS #2 well and will be completing it soon. HPOC will be operating this well and HPOC's Ojo Encino 21Federal #1H well at high volumes (6,000 to 8,000 bfpd). HPOC has also recently drilled the 31Federal SWD #1 and will be injecting production water into this SWD well. To accommodate the increased fluid volumes, HPOC will be adding a new 12'x25' gunbarrel separator, additional water and oil tanks, and be constructing a 30'x40' metal building to house its injection equipment (charge pump, filtration skid, horizontal pump, and controls). All of these additional items will be constructed adjacent to the existing tank battery on HPOC's 21 Federal pad.

RCVD DEC 31 '12
OIL CONS. DIV.
DIST. 3

** Accepted for Record^{BP}*

14. I hereby certify that the foregoing is true and correct.

**Electronic Submission #164235 verified by the BLM Well Information System
For HPOC, LLC, sent to the Farmington
Committed to AFMSS for processing by JIM LOVATO on 12/27/2012 (13JXL0064SE)**

Name (Printed/Typed) MICHAEL S ALLEN	Title PROJECT MANAGER
Signature (Electronic Submission)	Date 12/14/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By JIM LOVATO	Title PETROLEUM ENGINEER	Date 12/27/2012
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.