Form 3160-5 (November 1994)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No 1004-0135 Expires July 31, 1996

6. If Indian, Allottee or Tribe Name

Lease Serial No

14-20-603-1424

SUNDRY NOTICES AND REPORTS ON WELLS OCT 2 1 2009 Do not use this form for proposals to drill or reenter an

| abandoned well, | Use Form 3160-3 (APD) | | sais: IV Manageme ington Field Office | ink | | |
|---|---|---|---|--|--|--|
| SUBMIT IN TRIPLICATE — Other instructions on reverse side | | | | 7. If Unit or C | A/Agreement, Name and/or No | |
| X Oil Well Gas Well Other | | | | 8. Well Name | and No | |
| 2 Name of Operator | | | | Central Bisti Unit #58 | | |
| Elm Ridge Exploration Company, LLC | | | | | 9 API Well No. | |
| 3a. Address 3b. | | | Phone No (include area code) 30 | | 27 | |
| PO Box 156, Bloomfield, NM 87413 | | 1 | 505-632-3476 x201 | | 10. Field and Pool, or Exploratory Area | |
| 4. Location of Well (Footage, Sec., T., I | J | | | Bisti Lower Gallup | | |
| 660' FSL X 1980' FEL | | | 11 County or Parish, State | | | |
| O - Sec. 4-T25N-R12W | | San Juar | | ounty, NM | | |
| 12. CHECK APPROPRIATE BOX(E | S) TO INDICATE NATURE | OF NOTICE, RE | PORT, OR OTHER D | ATA | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | |
| Notice of Intent | Acidize Alter Casing | Deepen Fracture Treat | Reclamatio | | Water Shut-Off Well Integrity | |
| Subsequent Report | Casing Repair | New Construc | | | Other Convert | |
| Final Abandonment Notice | Change Plans Convert to Injection | Plug and Abar Plug Back | ndon Temporaril Water Disp | - | operations | |
| 13 Describe Proposed or Completed Operatio | | | • | | proximate duration thereof | |
| If the proposal is to deepen directionally Attach the Bond under which the work of Following completion of the involved ope Testing has been completed Final Aba determined that the site is ready for final inspec | will be performed or provide the E rations If the operation results in indonment Notices shall be filed o | Bond No on file with a multiple completion | h BLM/BIA Required suit n or recompletion in a nev | bsequent reports sha w interval, a Form | ll be filed within 30 days 3160-4 shall be filed once | |
| In order to manage paraffin production from this well more efficiently, Elm Ridge Exploration Co., | | | | | | |
| requests permission to convert the Central Bisti Unit #58 into a swab well, similar to our swab | | | | | | |
| well operations in the Lybrook area. It is hoped that by removing the downhole pump, rods, and | | | | | | |
| tubing, regular swabbing with large-bore swab cups will assist in removing paraffin build-up, | | | | | | |
| while at the same time allowing continued oil recovery. | | | | | | |
| Well to return to production by 12/31/09 | | | | | ROD NOV 3 709 | |
| TED FOR | | | | | on cons. Div. | |
| 1/500° | | | | | Print Arthibant France | |
| | | | | | DIST. 3 | |
| 14 I hereby certify that the foregoing is to | rue and correct | | | ~ . | 1 | |
| Name (Printed/Typed) Amy Mackey | | Title | Title Administrative Marage | | | |
| Signature | Date | | | ber 21, 2009 | | |
| | THIS SPACE | FOR FEDERAL O | R STATE USE | | | |
| Approved by Original Signed: Stephen Mason | | Title | | Date | OCT 2 8 2009 | |
| Conditions of approval, if any, are attached certify that the applicant holds legal or equit which would entitle the applicant to conduct | able title to those rights in the sub | | - | | | |

Title 18 U S C Section 1001, 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



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway Farmington, New Mexico 87401



September 22, 2009

IN REPLY REFER TO: 14-20-603-1424 (WC) 3162.3-2 (21110)

Mr. Terry Lindeman Elm Ridge Resources, Inc. PO Box 156 Bloomfield, NM 87413

Dear Mr. Lindeman:

Reference is made to your well No. 58 Central Bisti Unit located 660' FSL & 1980' FEL sec. 4, T. 25 N., R. 12 W., San Juan County, New Mexico, Lease 14-20-603-1424. Also referenced is your Sundry Notice dated June 9, 2009, which proposed returning the subject well to production. You were given until September 9, 2009 to complete the work as approve. If the well has been returned to production, you are required to submit a subsequent report. If the well has not been returned to production, you are required to complete the work as approved and submit a subsequent report by October 31, 2009.

Failure to comply within the time above may result in an assessment in accordance with 43 CFR 3163.1.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the orders described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management (NM-93000), P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such requests shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions please contact Stephen Mason with this office at (505) 599-6364.

Sincerely.

Stéphen Mason

Petroleum Engineer: Petroleum Management Team

cc: