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(Instructions on reverse)

UNITED STATES DEPARTMENT OF THE INTERIOR

SUNDRY NOTICES AND REPORTS ON WELLS

RECEIVED

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

BUREAU OF LAND MANAGEMENT

NOV 12 2010

5. Lease Serial No.

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

6. If Indian, Allottee or Tribe Name

abandoned well. Use Form 3160-3 (APD) for such proposals general Managem						
SUBMIT IN TRIPLICATE – Other instructions on reverse side					A/Agreement, Name and/or No.	
1. Oil Well X Gas Well Other 2. Name of Operator Elm Ridge Exploration Co., LLC				8. Well Name and No. AXI Apache C #3 9. API Well No.		
3a. Address		3b. Phone No. (include area code)		30-039-05211		
PO Box 156 Bloomfield, NM 87413 (505) 632-3476 ext. 201 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			t. 201	10. Field and Pool, or Exploratory Area Ballard Pictured Cliffs 11. County or Parish, State		
990' FSL X 990' FWL Sec. 34-T24N-R5W				Rio Arriba, NM		
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA						
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent Subsequent Report	Acidize Alter Casing Casing Repair Change Plans	Deepen Fracture Treat New Construction Plug and Abandon	Reclamation Recomplete Temporarily	Abandon	Water Shut-Off Well Integrity Other	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Dispo	osal		

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.)

Per our sundry notice dated November 4, 2010, we produced this well briefly during the week of November 8th, 2010. The well was flowed through the meter run for 1 day, and the chart meter recorded production. Due to the pipeline leak we have shut the well back in, awaiting replacement of the 8" pipeline.

> RCVD NOV 23 10 OIL COMS. DIV.

> > DIST. 3

14. I hereby certify that the foregoing is true and correct				
Name (Printed/Typed)	Title			
Am∕y Mackey	P	Administrative Manager		
Signature	Date	Date November 10, 2010		
THIS SP	ACE FOR FEDERAL OR STATE USE			
Approved by	Title	Date		
Conditions of approval, if any, are attached Approval of this notice doe certify that the applicant holds legal or equitable title to those rights in the which would entitle the applicant to conduct operations thereon.				
Title 18 U.S.C. Section 1001, makes it a crime for any person knowing fraudulent statements or representations as to any matter within its juris	ly and willfully to make to any departmen sdiction.	nt or agency of the Britted States any dalse, freund 150 m		

WMOCD K

FARMOTON FIELD OF

NOV 18 2010