Form 3160-5 (August 2007)

1. Type of

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUSSI

SUNDRY NOTICES AND REPORTS ON WELLS

Convert to Injection

FORM APPROVED OMB No. 1004-0137

Expires: July 31, 2010

Water Disposal

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.	Si her,
SUBMIT IN TRIPLICATE - Other instructions on page 2.	7. If Unit of CA/Agreement, Name and/or No.
Well ☑ Gas Well ☑ Other	8. Well Name and No. Bridle Com No. 2

2. Name of Operator 9. API Well No. 30-045-32101 DJ Simmons, Inc. 3a. Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 1009 Ridgeway Place, Suite 200 Basin Fruitland Coal Farmington, NM 87401 (505) 326-3753 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 11. Country or Parish, State San Juan County, NM 730' FSL & 835' FEL, Section 20, T26N, R11W NMPM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off ✓ Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Shut-in Casing Repair New Construction Recomplete Subsequent Report Change Plans Plug and Abandon _ Temporarily Abandon

Final Abandonment Notice 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Plug Back

DJ Simmons, Inc. received your letter to Steven S. Dunn of Merrion Oil & Gas Corp. dated January 11, 2011, on January 17, 2011, concerning the non-production of the Bridle Com No. 2 well. As you are aware, DJ Simmons, Inc. only recently acquired the Gallegos Wash properties from Merrion Oil & Gas, Corporation in June of last year. The Bridle Com No. 2 well is located on those properties. Currently, our geologist and engineer are evaluating the geologic data and reserves for those properties in order to determine how to maximize production of that field. We would like to understand the previous operator's past practices in order to determine the most effective relationship of the reservoir to performance in order to maximize the available resource. Until the research and evaluation of the log analysis and project study are completed, we will not be able to decipher whether this well should be worked over for production, or plugged and abandoned.

Therefore, DJ Simmons, Inc. would like to request 180 days in order to complete the geologic and engineering research and evaluation necessary for resource maximization of this well.

> RCVD FEB 11'11 **NIL CONS. DIV.**

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)			DIST. 3	
	Rodney L. Seale	Title	Operations Manager	
Signature A	dren 2 Leale	Date 02/02/2011		
	THIS SPACE FOR FEE	DERAL OR STATE (OFFICE USE	
Approved by	Original Signed: Stephen Mason	Title	FEB 1 0 7011	
that the applicant holds	if any, are attached. Approval of this notice does not warrant legal or equitable title to those rights in the subject lease which conduct operations thereon.	or certify		

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.

