

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

RECEIVED
DEC 19 2012
NMOCB ARTESIA

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.

5. Lease Serial No.
BN SWD-1273; LC-053259A

6. If Indian, Allottee or Tribe Name
NA

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

8. Well Name and No.
Cagney 28 Federal #1

9. API Well No.
30-015-35249

10. Field and Pool, or Exploratory Area
SWD; Wolfcamp

11. County or Parish, State
Eddy, 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 Re-entry
	<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.)

8/29/2012 Moved-in United Drilling rig. Notified Joe Salcido, BLM at 3 PM of pending spud and BOP test.
 8/30/2012 Ran BOP test, OK, re-entry began 1:30 PM.
 9/1/2012 Drilled-out 6th cmt plug, CO to 9,543', did not encounter reported 7th cmt plug.
 9-2-20112 TIH to 9,427', pumped 25 bbls 15.6# cmt. WOC 7 hrs. TIH tagged cmt @9,357'.
 9/3/2012 Started 7" csg in hole, had H2S bump, waited for PPE, notified BLM Jim Hughes of H2S and cmt timing. Resumed TIH w/masks.
 9/4/2012 Landed 7" 26# N-80 LTC @9308' Float Collar @ 9,138', DV tool @4,988'. Pumped 1st stage cmt lead 300 sx 12.6#, tail 200 sx 15.6#. WOC 4hrs, pumped 2nd stage cmt lead 450 sx 12.6#, tail 100 sx 14.8#, circ 10 sx to pit. Released rig.
 10/8/2012 Perf 8,212' - 9,000' (OA) w/4 SPF, total 265 net ft and total 1060 shots. ✓
 10/10/2012 Arrowset packer set on 3-1/2" tubing @8,164'. Loaded anulus w/inert fluid. Released PU, removed drilling/re-entry tankage, cleaned location.

PER SWD 1273 - LOGS ARE TO BE RUN PRIOR TO COMMENCING DISPOSAL. RE-NMOCB

Accepted for record NMOCB 12/21/12

Non-Well POD = 2837052

Provide completion report

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

Name (Printed/Typed)
Kay Havenor

Signature
[Signature]

Title Geologist
[Signature]

Date
11/20/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by
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.

Title
Office

Date
DEC 16 2012

[Signature]

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.

[Handwritten initials]