

New Mexico Oil Conservation Division, District I

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT1625 N. French Drive
Hobbs, NM 88240FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

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.

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator
XOG OPERATING, LLC3a. Address P. O. Box 352
Midland, TX 797023b. Phone No. (include area code)
432-683-31714. Location of Well (Footage, Sec., T., R., M., or Survey Description)
990 FNL & 2270' FWL,
Sec. 30, 8S, 35E, NMPM5. Lease Serial No.
NMNM0145685

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
Horton Federal #359. API Well No.
35-041-2075310. Field and Pool, or Exploratory Area
Milnesand San Andres

11. County or Parish, State

Roosevelt, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
☒ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☐ Other
	☐ Change Plans	☒ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ 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 recompleat 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.)

- 1) Notify OCD & BLM to begin operations.
- 2) MIRU Pulling Unit.
- 2) Circulate hole w/9# mud.
- 3) Spot 25 sx cmt on CIBP @ 4580' & tag.
- 4) Spot 25 sx @ 3900'-3800' & tag.
- 5) Spot 25 sx @ 530'-430' & tag.
- 6) Spot 10 sx @ 50' to surface.
- 7) Install dry hole marker & restore location as per BLM requirements.

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

APPROVED

AUG 15 2006

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

Name (Printed/Typed)

Nick Hood

Title Engineer

Signature

Date August 9, 2006

ALEXIS C. SWOBODA
PETROLEUM ENGINEER

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

Accepted for record
NMOC

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.

(Instructions on page 2)



XOG OPERATING, LLC

1801 W. Texas

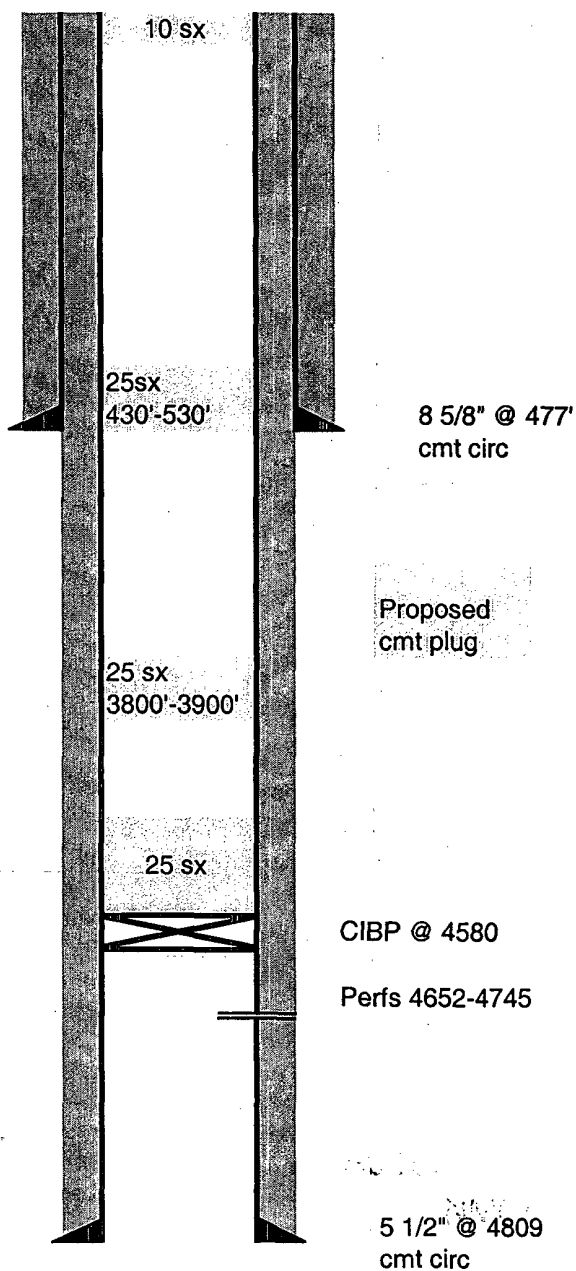
P. O. Box 352

Midland, Texas 79702

Horton Federal Unit #35

990' FSL 2280' FNL Sec 30, T8S, R35E

API #35-041-20753



Accepted for record
NMOCD