

**NOTIFICATION OF DRILLING PIT CLOSURE
PUMA STATE NO. 1**

API NO. 30 015 34461 U/L B S14 R17 T28E



Murchison Oil & Gas, Inc. herewith notifies the State of New Mexico, Oil Conservation Division (OCD) and the Bureau of Land Management (BLM) that it completed closure of the Puma State No. 1 drilling pit on 3 November 2006 pursuant to the requirements of OCD, Rule 50 and the Bureau of Land Management reseeding guidelines.

BRT Enterprises, notified One Call prior to initiating and completing the insitu closure of the above-cited drilling pit. Permission to close was given by the State of New Mexico, OCD and all notifications were done according to schedule.

Attached are the facility diagram, appropriate photos and lab data for documentation purposes. All other pertinent information can be obtained either from the C-144 or the Closure Plan currently on file with OCD.

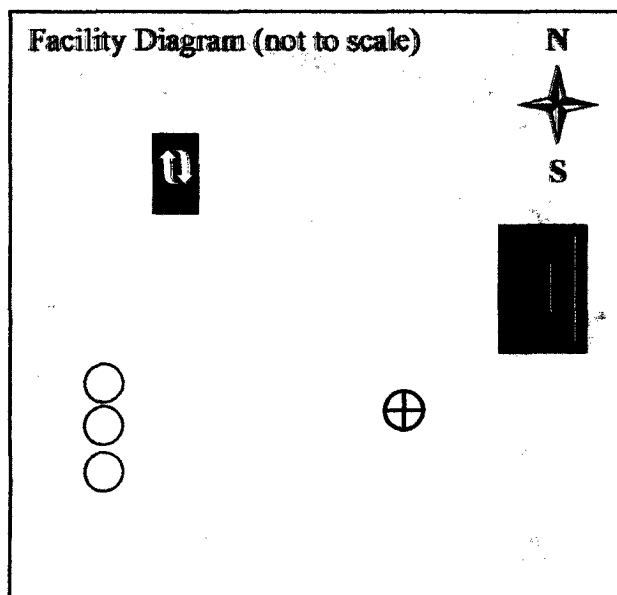
A handwritten signature in cursive script, appearing to read "Tommy Folsom".

Tommy Folsom, Production Manager

A handwritten date "11/16/06" in cursive script.

Date

Enclosures: Photos, Lab Data



Summary Report

Tommy Folsom
Murchison Oil & Gas Inc.
P.O. Box 627
Carlsbad, NM, 88220

Report Date: October 4, 2006

Work Order: 6100408



Project Number: Puma No. 1

Sample	Description	Matrix	Date Taken	Time Taken	Date Received
105032	Puma Pit Floor N. Side	soil	2006-10-03	11:05	2006-10-04
105033	Puma Pit Floor S Side	soil	2006-10-03	11:25	2006-10-04
105034	Puma Pit Floor Middle Area	soil	2006-10-03	11:30	2006-10-04
105035	Puma Pit Floor 73' W End	soil	2006-10-03	11:45	2006-10-04
105036	Puma Pit Floor 73' E End	soil	2006-10-03	12:00	2006-10-04
105037	Puma Pit Floor 73' Middle	soil	2006-10-03	12:10	2006-10-04
105038	Puma S Pit Under	soil	2006-10-03	00:00	2006-10-04

Sample: 105032 - Puma Pit Floor N. Side

Param	Flag	Result	Units	RL
Chloride		14700	mg/Kg	1.00

Sample: 105033 - Puma Pit Floor S Side

Param	Flag	Result	Units	RL
Chloride		17200	mg/Kg	1.00

Sample: 105034 - Puma Pit Floor Middle Area

Param	Flag	Result	Units	RL
Chloride		15600	mg/Kg	1.00

Sample: 105035 - Puma Pit Floor 73' W End

Param	Flag	Result	Units	RL
Chloride		432	mg/Kg	1.00

Sample: 105036 - Puma Pit Floor 73' E End

Report Date: October 4, 2006
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Param	Flag	Result	Units	RL
Chloride		624	mg/Kg	1.00

Sample: 105037 - Puma Pit Floor 73' Middle

Param	Flag	Result	Units	RL
Chloride		365	mg/Kg	1.00

Sample: 105038 - Puma S Pit Under

Param	Flag	Result	Units	RL
Chloride		6180	mg/Kg	1.00



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Analytical and Quality Control Report

Tommy Folsom
Murchison Oil & Gas Inc.
P.O. Box 627
Carlsbad, NM, 88220

Report Date: October 25, 2006

Work Order: 6102401



Project Number: Puma No. 1

Enclosed are the Analytical Report and Quality Control Report for the following sample(s) submitted to TraceAnalysis, Inc.

Sample	Description	Matrix	Date Taken	Time Taken	Date Received
106692	Pit Comp W	soil	2006-10-23	13:20	2006-10-24
106693	Pit Comp E	soil	2006-10-23	13:40	2006-10-24
106694	Pit Comp N	soil	2006-10-23	13:50	2006-10-24
106695	Pit Comp S	soil	2006-10-23	14:00	2006-10-24

These results represent only the samples received in the laboratory. The Quality Control Report is generated on a batch basis. All information contained in this report is for the analytical batch(es) in which your sample(s) were analyzed.

This report consists of a total of 5 pages and shall not be reproduced except in its entirety, without written approval of TraceAnalysis, Inc.

Dr. Blair Leftwich, Director

Analytical Report

Sample: 106692 - Pit Comp W

Analysis:	Chloride (IC)	Analytical Method:	E 300.0	Prep Method:	N/A
QC Batch:	31221	Date Analyzed:	2006-10-24	Analyzed By:	WB
Prep Batch:	27187	Sample Preparation:	2006-10-24	Prepared By:	WB

Parameter	Flag	RL Result	Units	Dilution	RL
Chloride		10.3	mg/Kg	5	1.00

Sample: 106693 - Pit Comp E

Analysis:	Chloride (IC)	Analytical Method:	E 300.0	Prep Method:	N/A
QC Batch:	31221	Date Analyzed:	2006-10-24	Analyzed By:	WB
Prep Batch:	27187	Sample Preparation:	2006-10-24	Prepared By:	WB

Parameter	Flag	RL Result	Units	Dilution	RL
Chloride		9.80	mg/Kg	5	1.00

Sample: 106694 - Pit Comp N

Analysis:	Chloride (IC)	Analytical Method:	E 300.0	Prep Method:	N/A
QC Batch:	31221	Date Analyzed:	2006-10-24	Analyzed By:	WB
Prep Batch:	27187	Sample Preparation:	2006-10-24	Prepared By:	WB

Parameter	Flag	RL Result	Units	Dilution	RL
Chloride		8.99	mg/Kg	5	1.00

Sample: 106695 - Pit Comp S

Analysis:	Chloride (IC)	Analytical Method:	E 300.0	Prep Method:	N/A
QC Batch:	31221	Date Analyzed:	2006-10-24	Analyzed By:	WB
Prep Batch:	27187	Sample Preparation:	2006-10-24	Prepared By:	WB

Parameter	Flag	RL Result	Units	Dilution	RL
Chloride		9.35	mg/Kg	5	1.00

Matrix Blank (1) QC Batch: 31221

QC Batch:	31221	Date Analyzed:	2006-10-24	Analyzed By:	WB
Prep Batch:	27187	QC Preparation:	2006-10-24	Prepared By:	WB

Parameter	Flag	MDL Result	Units	RL
Chloride		<0.0222	mg/Kg	1

Laboratory Control Spike (LCS-1)

QC Batch: 31221
Prep Batch: 27187

Date Analyzed: 2006-10-24
QC Preparation: 2006-10-24

Analyzed By: WB
Prepared By: WB

Param	LCS Result	Units	Dil.	Spike Amount	Matrix Result	Rec.	Rec. Limit
Chloride	13.7	mg/Kg	1	12.5	<0.0222	110	90 - 110

Percent recovery is based on the spike result. RPD is based on the spike and spike duplicate result.

Param	LCSD Result	Units	Dil.	Spike Amount	Matrix Result	Rec.	Rec. Limit	RPD	RPD Limit
Chloride	13.8	mg/Kg	1	12.5	<0.0222	110	90 - 110	1	20

Percent recovery is based on the spike result. RPD is based on the spike and spike duplicate result.

Matrix Spike (MS-1) Spiked Sample:

QC Batch: 31221
Prep Batch: 27187

Date Analyzed: 2006-10-24
QC Preparation: 2006-10-24

Analyzed By: WB
Prepared By: WB

Param	MS Result	Units	Dil.	Spike Amount	Matrix Result	Rec.	Rec. Limit
Chloride	71.2	mg/Kg	5	62.5	9.35	99	15.3 - 175

Percent recovery is based on the spike result. RPD is based on the spike and spike duplicate result.

Param	MSD Result	Units	Dil.	Spike Amount	Matrix Result	Rec.	Rec. Limit	RPD	RPD Limit
Chloride	70.3	mg/Kg	5	62.5	9.35	98	15.3 - 175	1	20

Percent recovery is based on the spike result. RPD is based on the spike and spike duplicate result.

Standard (ICV-1)

QC Batch: 31221

Date Analyzed: 2006-10-24

Analyzed By: WB

Param	Flag	Units	ICVs True Conc.	ICVs Found Conc.	ICVs Percent Recovery	Percent Recovery Limits	Date Analyzed
Chloride		mg/Kg	12.5	13.4	107	90 - 110	2006-10-24

Standard (CCV-1)

QC Batch: 31221

Date Analyzed: 2006-10-24

Analyzed By: WB

Report Date: October 25, 2006
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Param	Flag	Units	CCVs True Conc.	CCVs Found Conc.	CCVs Percent Recovery	Percent Recovery Limits	Date Analyzed
Chloride		mg/Kg	12.5	12.9	103	90 - 110	2006-10-24

MURCHISON OIL & GAS, INC.
PUMA STATE No. 1 FINAL REPORT
DRILLING PIT CLOSURE (API No. 30 015 34461)

