

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OM B No 1004-0137 Expires. March'3

5 Lease Senal No.

OCD-ARTESIA

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an

6 If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE- Other instructions on reverse side. NMNM84634X 1. Type of Wel Öil Well Gas Well Other 8. Well Name and No. Red Lake Unit # 24 2 Name of Operator Beach Exploration, Inc. API Well No 30-015-23658 3a Address 3b Phone No. (include area code) 800 N. Marienfeld, Suite 200, Midland, TX 79701 432 683 6226 10 Field and Pool, or Exploratory Area 4 Location of Well (Footage, Sec., T., R., M., or Survey Description) Red Lake, Queen East 11 County or Parish, State Unit Letter G: 1,986 feet from the North line and 1,983 feet from the East line. Section 36, T 16S, R 29E, NMPM, Eddy County, NM **Eddy County, NM** 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Deenen Notice of Intent Alter Casing Well Integrity Fracture Treat Reclamation Casing Repair Subsequent Report New Construction Recomplete Other Change Plans ✓ Temporarily Abandon Plug and Abandon Final Abandonment Notice 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 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.) Response and compliance with BLM written order 07-RH-08VV inspection date 8/3/2007. Red Lake Unit #24 is a State well. TA was approved by OCD 4/15/2006 until 4/15/2011. Attached is approved C-103 and MIT Chart. Accepted for record I hereby certify that the foregoing is true and correct Name (Printed/Typed) Jack M. Rose Title Engineer ACCEPTED FOR RECORD Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Title

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 Office which would entitle the applicant to conduct operations thereon.

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Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfull States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)