OCD-ARTEM

Form 3160-5 (August 1999)

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

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No 1004-0135 Expires November 30, 2000

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Lease Serial No

NMNM03361 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an CD-ARTES If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side If Unit or CA/Agreement, Name and/or No Type of Well Oil Well Gas Well Other 1980' FEL, 660' FSL, Sec 20, T16S, R29E, Unit O, SE/4 Well Name and No Brainard Federal # 1 Name of Operator Beach Exploration, Inc. API Well No 30-015-02761 3b Phone No (include area code) 800 N. Marienfeld, Suite (432) 683-6226 10 Field and Pool, or Exploratory Area High Lonesome Queen Location of Well (Footage, Sec., T., R., M., or Survey Description) 11 County or Parish, State 1980' FEL, 660' FSL, Sec. 20, T16S, R29E, Unit O, SE/4 Eddy Co., NM 12. CHECK 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 New Construction Casing Repair Recomplete Other Subsequent Report Change Plans Plug and Abandon ☐ Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back ■ Water Disposal 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) Reply to BLM field inspection reference - 1310 NMNM03361 12/21/07 Ripped area in question with bull dozer. Re-seeded area with mixture of BLM # 3 and # 4 seed. ACCEPTED FOR RECORD Witnessed by BLM. 2008 14. I hereby certify that the foregoing is true and correct ØUREAU OF LAND MANAGEMENT Name (Printed/Typed) ARLSBAD FIELD OFFICE Jack M. Rose Engineer Title 1-17-08 Signature Date

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

THIS SPACE FOR FEDERAL OR STATE OFFICE USE