Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

MAR 17 2009

FORM APPROVED OMB No 1004-0137

Expires July 31, 2010 5. Lease Serial No

NMNM070603
6 If Indian, Allottee or Tribe Name

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. 7 If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 25603 1 Type of Well 8 Well Name and No Oil Well Gas Well Other SHEARN SARANDA FEDERAL #1 2. Name of Operator 9. API Well No. C&D MANAGEMENT COMPANY/dba Freedom Ventures OGRID: 231382 30-015-31060 3a Address 3b. Phone No (include area code) 10 Field and Pool or Exploratory Area 4801 LANG NE #110, ALBURQUERQUE, NEW MEXICO 87109 EMPIRE - YATES - SEVEN RIVERS 505-417-1511 4. Location of Well (Footage, Sec., T.R.M., or Survey Description) 11. Country or Parish, State **EDDY COUNTY** A-14 -17S-27E 1226"FNL & 1106FEL [UNIT A] 12 CHECK THE 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 Well Integrity Alter Casing Fracture Treat Reclamation Casing Repair New Construction Recomplete Subsequent Report __ Change Plans Plug and Abandon Temporarily 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) Approved as to plugging of the well bore. CASING IN HOLE: Liability under bond is retained until Surface restoration is completed. On/about September 11, 2008 BLM requested that Shearn Saranda Federal #1 be plugged. September 13, 2008. Temporary PIt Permits were submitted to the OCD. September 16, 2008 the OCD Expedited Approval for Temporary Pit Permits [0208509]. On September 17, 2008. Ran pipe to depth Pumped 40 sacks Class C Cement. Left overnight. Tagged & Plugged Filled to top with Cement. APPROVED Set Marker. Inspected by Jerry Blakley, Engineer, BLM/Carlsbad September 18, 2008 JAMES A. AMOS SUPERVISOR-EPS 14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)-THOMAS KIZER Title President Date 03/06/2008 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Date 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 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

fictitious or fraudulent statements or representations as to any matter within its jurisdiction

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