

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED  
OMB No. 1004-0137  
Expires: July 31, 2010

**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.**

5. Lease Serial No.  
NM-0467930

6. If Indian, Allottee or Tribe Name

**SUBMIT IN TRIPLICATE** – Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator  
Premier Oil & Gas Inc.

3a. Address  
PO Box 1246  
Artesia, NM 88211-1246

3b. Phone No. (include area code)  
972-470-0228

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

8. Well Name and No.  
Dale H. Parke A Tr 1 #38

9. API Well No.  
30-015-37796

10. Field and Pool or Exploratory Area  
Loco Hills; Glorieta-Yeso

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1040' FSL, 2310' FEL  
Sec. 15, T-17S, R-30E

11. Country or Parish, State  
Eddy County, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <b>Change to Long</b>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<b>Stream Cementing</b>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	<b>Program</b>

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 recomplate 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.)

Request to Modify Cementing Program

Current Status:

Drilling in the San Andres on the way to the Yeso TD 6300'. Salt section is open in 7-7/8" hole and there is a water flow from the Grayburg section 2500-2900' range. The proposed modification is for the purpose of isolating the Grayburg section from the salt section.

13-3/8"/45/H40/STC @ 303' 150 sx Thixotropic (14.2ppg, 1.63cfps) + 475 sx Class C with 2% CaCl<sub>2</sub> (14.8ppg, 1.35 cfps) + 1" from 154' to surface with 383 sx. Class "C" with 2% CaCl<sub>2</sub>. Circulated 40 sx.

8-5/8"/24/J55/STC @ 527' 150 sx Thixotropic (14.2ppg, 1.63cfps) + 250 sx Class C with 4% gel (13.5ppg, 1.75cfps) + 200 sx Class C with 2% CaCl<sub>2</sub> (14.8ppg, 1.35cfps) + 1" from 200' to surface with 92 sx Class C with 2% CaCl<sub>2</sub>. Circulated 12 sx.

Proposed Cementing Program:

5-1/2"/17/J55/LTC @ 6300', DV @ 3500', DV/ECP combo @ 2000'

Stg 1: 400 sx Super H (13ppg, 1.64cfps) caliper plus 35%.

Stg 2: 250 sx Super H (13ppg, 1.64cfps) caliper plus 35%. DV @ 3500'

Stg 3: 300 sx Halliburton Light (12.7ppg, 1.91cfps) + 100 sx Super H (13ppg, 1.64cfps) 100% excess from hole size. Will determine volume after seeing open hole log caliper and pumping red dye caliper. DV/ECP @ 2000'. Should be good packer seat at this depth. Rocks from 2000' to Grayburg have very low porosity and are tight. Plan to circulate cement to surface.

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

Name (Printed/Typed)

Daniel Jones

Title Vice President

Signature

Date 03/18/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

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

(Instructions on page 2)

RECEIVED  
MAR 31 2011  
NM OCD ARTESIA

APPROVED  
MAR 28 2011  
D. L. Fernandez  
BUREAU OF LAND MANAGEMENT  
CARLSBAD FIELD OFFICE

FILED