mended

RCVD MAR 21'12

FORM APPROVED OMB No 1004-0135

Exmus July 31 1996

Lease Serial No.

OIL CONS. DIV.

BIA Contract 40

6. If Indian, Allottee or Tribe Name 31. 3 Do not use this form for proposals to drill or repair 2012

DEPARTMENT OF THE INTERIOR ECTIVED

abandoned well. Use Form 3160-3 (APD) for such proposals.

UNITED STATES

BUREAU OF LAND MANAGEMEN

SUNDRY NOTICES AND REPORTS ON WELLS

Jicarilla Apache Farmington Field Offic 7. If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on reverse side 1. N/A 8. Well Name and No. X Oil Well X Gas Well Other Name of Operator Jicarilla 40 GD #3 9. API Well No. ELM RIDGE EXPLORATION CO LLC Address Phone No. (include area code) 30-039-30248 PO BOX 156 BLOOMFIELD NM 87413 10. Field and Pool, or Exploratory Area 505-632-3476 EXT 201 Location of Well (Footage, Sec., T., R., M., or Survey Description) **Basin Mancos** 11. County or Parish, State "J" Section: 35-T24N-R5W 1750' FSL X 1730' FEL Rio Arriba County, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Production (Start/Resume) Water Shut-Off Acidize Deepen Alter Casing Fracture Treat Reclamation Well Integrity X Subsequent Report Recomplete Other Casing Repair **New Construction** Plug and Abandon Completion Summary Change Plans Temporarily Abandon Final Abandonment Notice Water Disposal Convert to Injection Plug Back 13. Describe Proposed or Completed Operations (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 honzontally, give subsurface locations and measured and true vertical depths of all pertunent 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) Elm Ridge Exploration Co LLC has completed the above reference well as follows. 1-30-12: MIRU Triple P 8. 2-1-12: Rigged up wireline truck, ran in hole, set CIPB at 6751' Dumped 2 sks cement on top of plug. 2-2-12: Tested CIBP 4500 PSI for 30 plus minutes, test was good 2-6-12: Perforate well from 6272' to 6398'. Shot 228 holes .46 diameter. 2-7-12: Rig up Halliburton and start acid job. Pumped 7000 gals 7 1/2% MCA with MUSOL, Double Inhibitor, Clay Stabilizer, Flowback Surfactant, and Iron Seq. Recovered 260 2-10-12. Rig up Halliburton, start frac job. Pumped 2745 MSCF N2 and followed with 42,855 gals 17CP 70Q Delta. Tailed with 122874 gals 17CP

70Q Delta 140 Frac fluid. Pumped 897 sks 20/40 CRC with max BH concentration. Set well on 1/4" choke 2-16-12. Set composite brige plug at 6220' Tested plug at 4500 PSI for 30 plus minutes. Test was good. 2-17-12: Perforate well from 5644' to 5840'. Shot 262 holes .46 diameter 2-21-12. Rig Halliburton and start acid job Pumped 12000 gals 7 1/2% MCA with MUSOL, Double Inhibitor, Clay Stabilizer, Flowback Surfactant, and Iron Seq. Recovered 439 bbls. 1-24-12 Rig up Halliburton, start frac job Pumped 1805 MSCF N2 and followed with 21900 gals 17 CP 17Q Delta with BBC frac fluid. Tailed with 104308 gals 17 CP 17Q Delta with BBC frac fluid. Pumped 1253 sks 20/40 CRC with max BH concentration. Set well on 1/4" choke 3-5-12. Ran in hole 173 joints 2 3/8" 4.7# J55 tubing and landed at 5644'. Rigged down and moved rig off location

14 I hereby certify that the foregoing is true and correct	
Name (Printed/Typed)	Title
Nicole Alley	Administrative Specialist
Signature Alloy allin	Date March 5, 2012
THIS SPACE F	OR FEDERAL OR STATE USE
Approved by .	Title Date
Conditions of approval, if any, are attached. Approval of this notice does no certify that the applicant holds legal or equitable title to those rights in the s which would entitle the applicant to conduct operations thereon.	

Title 18 U.S C. Section 1001, makes 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 reverse)

JULITED FUR NECORD MAR 2 1 2012