

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

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.

JUL 06 2012

Farmington Field Office
Bureau of Land Management

SUBMIT IN TRIPLICATE - Other instructions on page 2

| | | |
|--|---|---|
| 1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NM 30015 |
| 2. Name of Operator Energen Resources Corporation | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address 2010 Afton Place Farmington, NM 87401 | 3b. Phone No. (include area code) 505.325.6800 | 7. If Unit or CA/Agreement, Name and/or No. |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1,190' FNL 790' FEL, Section 31 T32N R4W | | 8. Well Name and No. Carracas 31 B#1 |
| | | 9. API Well No. 30-039-25872 |
| | | 10. Field and Pool, or Exploratory Area Basin Fruitland Coal |
| | | 11. County or Parish, State Rio Arriba NM |

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

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|---|---|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input checked="" type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" 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 type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> 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 recompleat 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 recompleat 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 final site is ready for final inspection.)

Energen returned the subject well to production from 6/21/2012 to 6/27/2012 as follows: (see Sundry dated 4/19/2012)

1. TIH w/ 2-3/8" TBG and tag CBP @ 3910'. Unload packer fluid w/ air mist. Drill out CBP.
2. TIH and tag PBTD @ 4050'. Unload fluid from 5-1/2" casing w/ air mist.
3. Spot 15% HCL acid across perforations. TOH w/ TBG and allow acid to soak overnight.
4. TIH w/ TBG and unload acid from 5-1/2" casing w/ air mist.
5. TIH w/ production TBG and land @ 4014'.
6. TIH w/ rods and pump.

RCVD JUL 18 '12
OIL CONS. DIV.
DIST. 3

| | |
|---|----------------------------|
| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Justin Anchors | Title District Engineer |
| Signature <i>Justin R Anchors</i> | Date 7/3/2012 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | |
|---|-----------------------------------|
| Approved by | Title JUL 6 2012 |
| 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. | Office FARMINGTON FIELD OFFICE |

NMOC
Ca