

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

AUG 15 2012

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.
NMNM 086497
6. 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
ROBERT L BAYLESS, PRODUCER LLC

3a. Address
PO BOX 168 FARMINGTON, NM 87499

3b. Phone No. (include area code)
505-326-2659

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

8. Well Name and No.
HORSESHOE GALLUP 19-8H

9. API Well No.
30-045-35376

10. Field and Pool or Exploratory Area
HORSESHOE GALLUP

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1500' FNL & 555' FEL SEC. 19, T 30N, R15W

11. Country or Parish, State
SAN JUAN 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 EXCEPTION TO
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	LAY SURFACE GAS
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	SALES LINE

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 must 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 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.)

BAYLESS PROPOSES TO LAY A 3" SDR7 HDPE GAS LINE ON THE SURFACE FROM THE WELL TO THE CURRENT LINE ON THE HORSESHOE GALLUP 18-16H. A SURFACE LINE IS PROPOSED TO MINIMIZE SURFACE DISTURBANCE SINCE THIS AREA IS ON THE PICTURED CLIFFS OUTCROP. BURYING THE LINE BY TRENCHING THIS ROCK WOULD CAUSE EXCESSIVE DISTURBANCE THAT CAN BE AVOIDED WITH THE SURFACE LINE. (SEE ATTACHED LETTER FOR ADDITIONAL DETAILS). THE LINE IS 2113' LONG AND FOLLOWS THE EXISTING LEASE ROAD TO THE HG 18-16H LOCATION. (SEE ATTACHED SURVEY FOR DETAILS) WE REQUEST THE PIPELINE BE APPROVED FOR 12 MONTHS AT WHICH TIME WE WILL REVISIT THE PROJECT.

RCVD SEP 4 '12
OIL CONS. DIV.
DIST. 3

Accepted for Record^{BP}

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

Name (Printed/Typed)
JOHN D THOMAS

Title OPERATIONS ENGINEER

Signature

Date 08/13/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Bruce Iness

Branch Chief of
Environmental

Date 8/28/12

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.

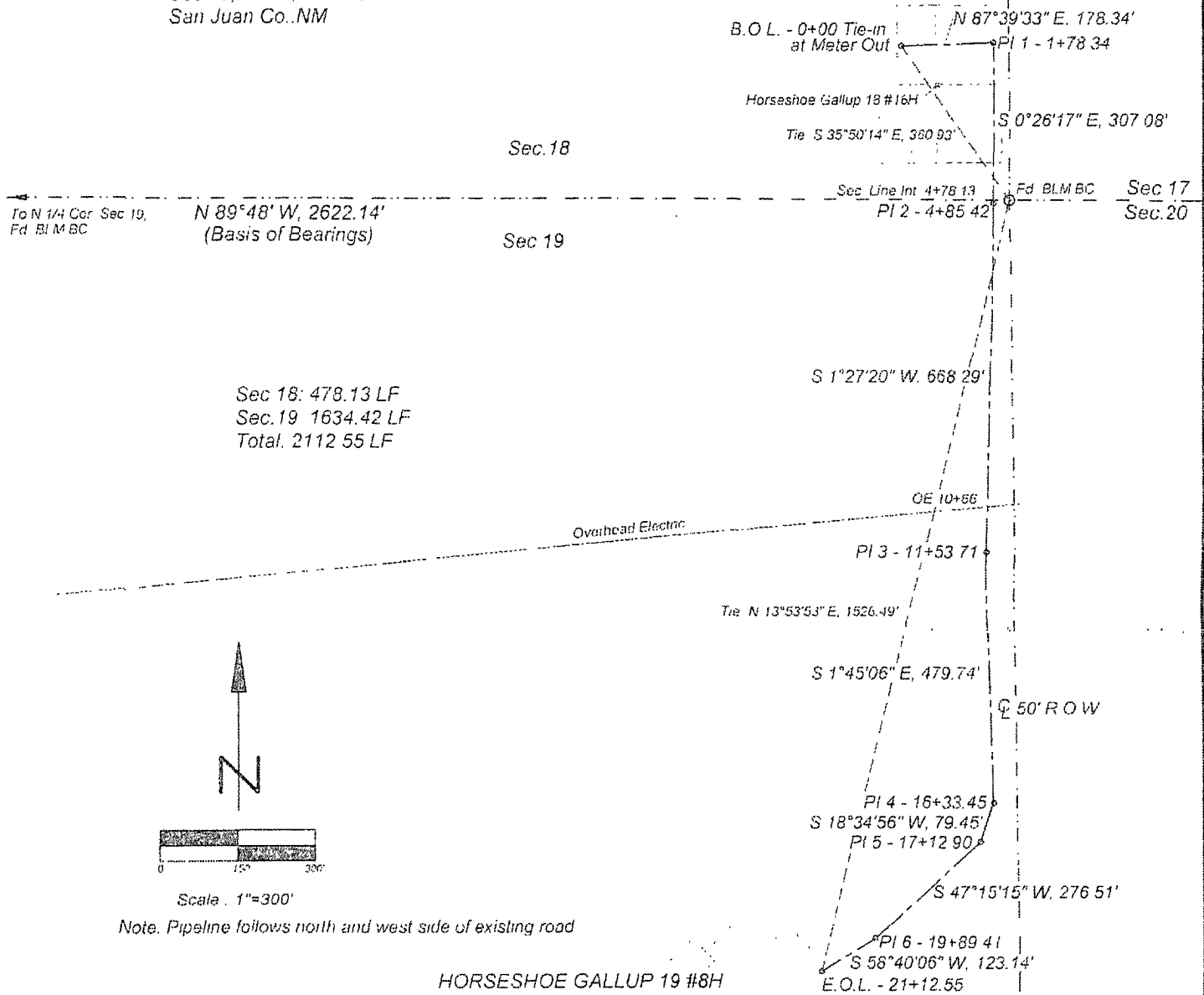
Office FFO

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)

NMOCDA

Proposed Pipeline for
 ROBERT L. BAYLESS, PRODUCER LLC
 HORSESHOE GALLUP 19 #8H
 1500' FNL & 555' FEL
 Sec. 19, T30N, R15W, NMPM
 San Juan Co., NM



SURVEYORS CERTIFICATE

I, WILLIAM E. MAHNKE II, DO HEREBY CERTIFY THAT I CONDUCTED AND AM RESPONSIBLE FOR THE SURVEY SHOWN HEREON, AND THAT THE SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR SURVEYING IN THE STATE OF NEW MEXICO
 I FURTHER CERTIFY THAT THIS IS NOT A SUBDIVISION AS DEFINED IN THE NEW MEXICO SUBDIVISION ACT AND THAT THIS IS A SURVEY OF A PROPOSED PIPELINE RIGHT-OF-WAY.

WILLIAM E. MAHNKE II
 NEW MEXICO P.L.S. # 8466



Field Completion Date: 15 June 2012

ENERGY SURVEYORS, INC.

P.O. BOX 991
 FARMINGTON, NM 87499

FAX: 801-659-4246
 OFFICE: 505-325-4005
 CELL: 505-360-8142