

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

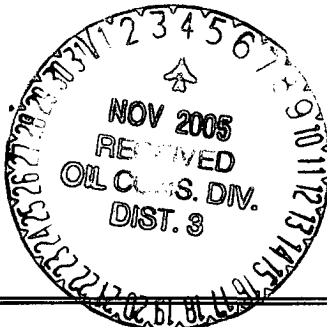
| | | |
|---|--|---|
| Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. Contract #360 |
| Name of Operator Elm Ridge Exploration Company, LLC | | 6. If Indian, Allottee or Tribe Name Jicarilla Apache |
| a. Address PO Box 156, Bloomfield, NM 87413 | 3b. Phone No. (include area code) 505-632-3476 x 201 | 7. If Unit or CA/Agreement, Name and/or N |
| Location of Well (Footage, Sec., T., R., M., or Survey Description) 1850' FNL X 990' FWL E - Sec. 12-T22N-R3W | | 8. Well Name and No. Chacon Amigos #3 |
| | | 9. API Well No. 30-043-20537 |
| | | 10. Field and Pool, or Exploratory Area West Lindrith Gallup Dakota |
| | | 11. County or Parish, State Sandoval County, NM |

2. CHECK 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 type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans <input checked="" 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 |

3. 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 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 site is ready for final inspection.)

Elm Ridge Exploration Company, LLC has decided to plug and abandon this well. The procedure will be forthcoming.



| | |
|---|--------------------------------------|
| 14. I hereby certify that the foregoing is true and correct | |
| Name (Printed/Typed) Amy Mackey | Title Production Assistant |
| Signature <i>Amy Mackey</i> | Date October 31, 2005 |

| | | |
|-------------------------------------|-------|------|
| THIS SPACE FOR FEDERAL OR STATE 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.

Office
ACCEPTED FOR RECORD
NOV 02 2005

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)

NMOCD

FARMINGTON FIELD OFFICE
BY *sm*