Form 3160-5 (February 2005)

## **UNITED STATES** DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

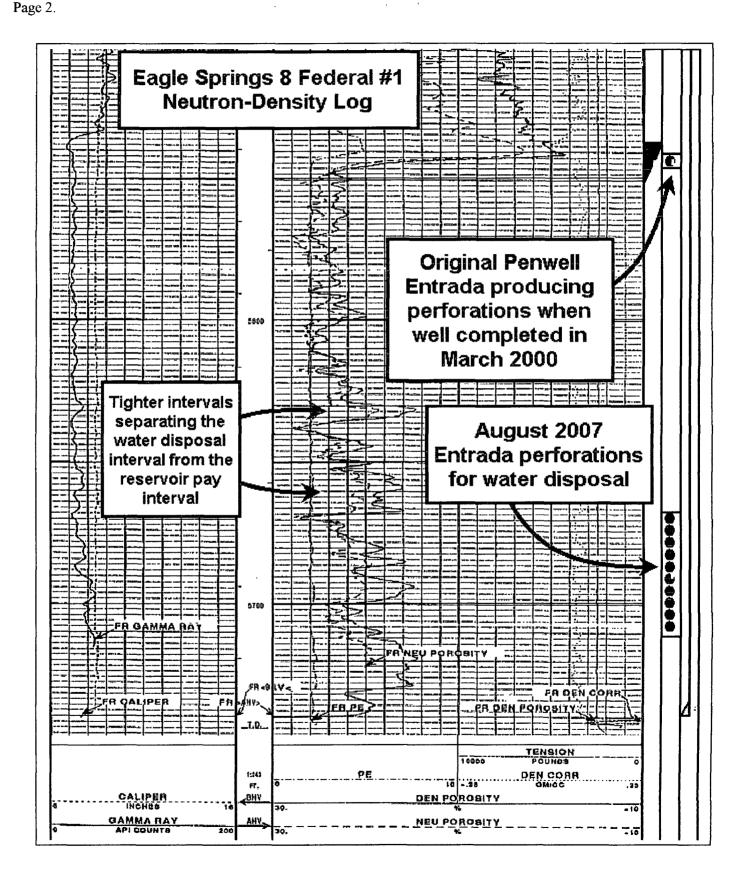
FORM APPROVED OMB No. 1004-0137 Expires: March 31, 2007

5. Lease Serial No. NM|NM99705

SUNDRY NOTICES AND REPORTS ON WELLS		6. If Indian, Allottee or Tribe Name		
Do not use this form for proposals to drill or to abandoned well. Use Form 3160-3 (APD) for such				
SUBMIT IN TRIPLICATE – Other instructions on page 2.		7. If Unit of CA/Agreement, Name and/or No.		
1. Type of Well Gas Well Other		8. Well Name and No. Eagle Springs 8 Federal #1		
2. Name of Operator High Plains Operating Company, LLC		9. API Well No.	30-043-20949	
3a. Address  3b. Phone No. (include area code)		10. Field and Pool or Exp	ploratory Area	
San Francisco, CA 94115 415-567-0446			Arena Blanca Entrada Southeast (96899)  11. Country or Parish, State	
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)  263' FNL and 2,545' FEL of section 8-T19N-R4W of the NMPM		Sandoval County, NM		
12. CHECK THE APPROPRIATE BOX(ES) TO IND	ICATE NATURE OF NOTI	CE, REPORT OR OTHER	DATA	
TYPE OF SUBMISSION	TYPE OF ACTION			
	ure Treat Rec	duction (Start/Resume) lamation omplete	Water Shut-Off  Well Integrity  Other Perforate	
	_	nporarily Abandon er Disposal		
13. Describe Proposed or Completed Operation: Clearly state all pertinent details, in the proposal is to deepen directionally or recomplete horizontally, give subsurfa Attach the Bond under which the work will be performed or provide the Bond I following completion of the involved operations. If the operation results in a meeting has been completed. Final Abandonment Notices must be filed only after determined that the site is ready for final inspection.)  High Plains Operating Company, LLC (HPOC) is operating with Bond No. No. No. 10. No. 11. No. 12. Approval will perforate the Lower Entrada from 5,668' to 5,712' and test injection.  SEE ATTAC CONDITIONS O	ace locations and measured a No. on file with BLM/BIA. nultiple completion or recomer all requirements, including MB 000457.  Vity for water disposal. Second Secon	and true vertical depths of a Required subsequent report pletion in a new interval, a greclamation, have been contained by the contained by th	Il pertinent markers and zones. ts must be filed within 30 days Form 3160-4 must be filed once ompleted and the operator has	
Name (Printed/Typed) Arthur W. Butler III	Title Manager, High Pla		The second secon	
Signature Atto W. Butto III	Date 08/27/2007	7		
THIS SPACE FOR FEDE	RAL OR STATE OF	FICE USE		
Approved by  Conditions of approval, if any, are attached. Approval of this notice does not warrant or ce that the applicant holds legal or equitable title to those rights in the subject lease which we 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 positions.	ould Office FFO	Eng. Dat		

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

Form 3160-5; SUNDRY NOTICES AND REPORTS ON WELLS Eagle Springs 8 Federal #1 Filed 8/27/07



# **BLM CONDITIONS OF APPROVAL**

### **WORKOVER AND RECOMPLETION OPERATIONS:**

- 1. If casing repair operations are needed, obtain prior approval from this office before commencing repairs.
- 2. A properly functioning BOP and related equipment must be installed prior to commencing worker and/or recompletion operations.

### **SURFACE USE OPERATIONS:**

The following Stipulations will apply to this well unless a particular Surface Managing Agency or private surface owner has supplied to BLM and operator a contradictory environmental stipulation. The failure of operator to comply with these requirements may result in assessments or penalties pursuant to 43 CFR 3163.1 or 3163.2. A copy of these conditions of approval shall be present on location during construction, drilling and reclamation activity.

An agreement between operator and fee landowner will take precedence over BLM surface stipulations unless (in reference to 43 CFR Part 3160) 1) BLM determines that operator's actions will affect adjacent Federal or Indian surface, or 2) operator does not maintain well area and lease premises in a workmanlike manner with due regard for safety, conservation and appearance, or 3) no such agreement exists, or 4) in the event of well abandonment, minimal Federal restoration requirements will be required.

**STANDARD STIPULATIONS**: All surface areas disturbed during work-over activities and not in use for production activities will be reseeded. This should occur in the first 90 days after completion of work-over activities.

#### SPECIAL STIPULATIONS:

- 1. Pits will be fenced during work-over operation.
- 2. All disturbance will be kept on existing pad.
- 3. All pits will be pulled and closed immediately upon completion of the work-over activities.
- 4. Pits will be lined with an impervious material at least 12 mils thick.