

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
 Elm Ridge Exploration Company, LLC

3a. Address
 PO BOX 156, Bloomfield, NM 87413

3b. Phone No. (include area code)
 505-632-3476

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
 Sec. 11-T23N-R7W
 1708' FSL X 1768' FWL

5. Lease Serial No.
 NMSF-078369

6. If Indian, Allottee or Tribe Name
 RCVD MAR 13 '08
 OIL CONS. DIV.
 DIST. 3

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

8. Well Name and No.
 Rincon #20

9. API Well No.
 30-039-26768

10. Field and Pool, or Exploratory Area
 Lybrook Gallup, Basin Dakota

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 checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Deepen
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Production (Start/Resume)
	<input type="checkbox"/> Alter Casing
	<input type="checkbox"/> Fracture Treat
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Recomplete
	<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
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Well Integrity
	<input checked="" type="checkbox"/> Other <u>Evaluation</u>

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 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 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.)

We are currently evaluating this non-productive well for a possible Gallup pay add. It is anticipated that the review should be completed by March 31, 2008. If the Gallup does not appear to be economic, a sundry notice describing our plugging and abandonment plans will be promptly submitted.

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

Name (Printed/Typed) Amy Mackey Title Administrative Manager

Signature [Signature] Date March 7, 2008

THIS SPACE FOR FEDERAL OR STATE USE

Approved by Original Signed: Stephen Mason Title _____ Date MAR 12 2009

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 _____

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 B