

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**

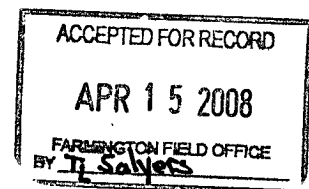
1. <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	APR 02 2008	5. Lease Serial No. NMNM-33917
2. Name of Operator Elm Ridge Exploration Co. LLC	Bureau of Land Management	6. If Indian, Allottee or Tribe Name N/A
3a. Address PO Box 156 Bloomfield, NM 87413	3b. Phone No. (include area code) 505-632-3476	7. If Unit or CA/Agreement, Name and/or N OIL CONS. DIV. DIST. 3
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 12-T25N-R13W 905' FSL X 1980' FEL		8. Well Name and No. Badlands Federal COM 3
		9. API Well No. 30-045-33833
		10. Field and Pool, or Exploratory Area Bisti Lower Gallup
		11. County or Parish, State San Juan County 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 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 checked="" type="checkbox"/> Other Spud/Surface casing
	<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 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 CO LLC; has spud the above well on 3-25-08. We drilled a 12 1/4" hole to 382' then ran 9 joints of 8 5/8" 24# J-55 Casing to 376'. We then pumped 320 sks of Type G cement with 2% calcium chloride and 1/8# polyflake, circulated 20 bbls of good cement to surface John McKenny with the BLM was notified, but was not present for job.



*Include pt next Report*

14. I hereby certify that the foregoing is true and correct		
Name (Printed/Typed) Sharla O'Kelly	Title Production Assistant	
Signature <i>Sharla O'Kelly</i>	Date March 28, 2008	
THIS SPACE FOR FEDERAL OR STATE USE		
Approved by <i>[Signature]</i>	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.		

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