Form 3160-5 (August 2007)

RECEIVED UNITED STATES DEPARTMENT OF THE INTERIOR

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5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLES LAND Management 15 Indian Allama To Management 15 Indian Allama To The State of the form for The State of the form for The State of the S BUREAU OF LAND MANAGEMENT Do not use this form for proposals to drill or to remember and Office 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8. Well Name and No. Oil Well Gas Well Other Injection Well South Hospah 058 9. API Well No. 3003120409 2. Name of Operator Nacogdoches Oil and Gas 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 3a. Address (214) 245-5799 Upper + Lumer Hospah P.O. Box 632418 Nacogdoches TX 75963 11. Country or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) McKinley County, New Mexico F-12-17N-9W 2580 FNL & 1640 FWL 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen ✓ Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity New Construction Casing Repair Recomplete Other Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. 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 must 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 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.) Wells temporarily shut in. Cannot be put online due to water. Waiting for disposal well permit. RCVD JUL 17'09 on cons. DIV. DIST. 3 ACCEPTED FOR NMOCD RECORD KE 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Terry Hughes Title Operations Manager THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by 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.

(Instructions on page 2)

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

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,