

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
SUNDRY NOTICES AND REPORTS ON WELLS

RECEIVED

JUN 07 2010

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

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

1. <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5 Lease Serial No. Contract 39
2 Name of Operator Elm Ridge Exploration Co., LLC		6 If Indian, Allottee or Tribe Name Mescalero Apache
3a Address PO Box 156 Bloomfield, NM 87413	3b. Phone No (include area code) (505) 632-3476 ext. 201	7. If Unit or CA/Agreement, Name and/or No
4 Location of Well (Footage, Sec., T, R, M., or Survey Description) 990' FSL X 990' FEL Sec. 33-T24N-R5W		8 Well Name and No AXI Apache C #4
		9 API Well No 30-039-05212
		10 Field and Pool, or Exploratory Area Ballard Pictured Cliffs
		11 County or Parish, State Rio Arriba, NM

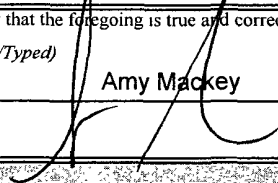
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize <input type="checkbox"/> 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 checked="" type="checkbox"/> Other Shut in w/o pipeline evaluation
	<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.)

This well is capable of commercial production. The 8" pipeline to which this well is connected has experienced several small leaks. As a result, this well has been shut in. The pipeline company is currently evaluating either replacement of the 8" line, or installation of a smaller poly liner inside the existing 8" line. This pipeline also connects with several other existing wells, as well as a number of wells planned for the future. This well will be returned to production as soon as the pipeline has been repaired or replaced.

RCVD JUN 14'10
OIL CONS. DIV.
DIST. 3

14. I hereby certify that the foregoing is true and correct	
Name (Printed/Typed) Amy Mackey	Title Administrative Manager
Signature 	Date June 2, 2010
THIS SPACE FOR FEDERAL OR STATE USE	
Approved by Original Signed: Stephen Mason	Title Date JUN 10 2010
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)

MMOCD

Lease Name: AXI APACHE C 4
County, State: RIO ARBA, NM
Operator: ELM RIDGE EXPLORATION COMPANY
Field: BALLARD
Reservoir: PICTURED CLIFFS
Location: 33 24N 5W NW SE SE

