Form 3160-5 (August 1999)

3a. Address

660' FNL and 660' FEL, Sec. 21, T20N, R3W

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

5. Lease Serial No.

NMNM 124215

11. County or Parish, State

SEP 16 2010 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposaisation Field Office 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE – Other instructions on reverse side RCVD SEP 24'10 ĎĬĽĊĎŇS. DÍV. Type of Well DIST. 3 X Oil Well 8. Well Name and No. Gas Well Other Name of Operator Smyslov H #1 CBM Partners Corp. c/o Walsh Engineering 9. API Well No. 30-043-21105 Phone No. (include area code) 7415 E. Main, Farmington, NM, 87402 505-327-4892 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) Rio Puerco Mancos

Sandoval County, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Acidize Deepen Production (Start/Resume) Water Shut-Off Reclamation Alter Casing Fracture Treat Well Integrity Subsequent Report Casing Repair New Construction Recomplete Other Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal

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.) determined that the site is ready for final inspection.)

CBM Partners plans to drill this well to approximately 4300'. The cement program will be changed from a single stage job to a two stage job with the stage tool placed at approximately 2800'. The first stage will consist of 150 sx (314 cu.ft.) of Premium Lite 65/35 poz with 8% gel and 1/4 pps celloflake (Yield 2.09 cu.ft./sk and wt = 12.1 ppg). Tail with 100 sx (139 cu.ft.) of Type 5 cement with 1/4 pps celloflake (Yield - 1.39 cu.ft./sk and wt = 14.5 ppg). Volume calculated with 100% excess to circulate the stage tool. The second stage will consist of 285 sx (596 cu.ft.) of Premium Lite 65/35 poz with 8% gel and 1/4 pps celloflake (Yield 2.09 cu.ft./sk and wt = 12.1 ppg). Tail with 100 sx (139 cu.ft.) of Type 5 cement with 1/4 pps celloflake (Yield - 1.39 cu.ft./sk and wt = 14.5 ppg). Volume calculated with 75% excess to circulate cement to surface.

Hold C104 CONDITIONS OF APPROVAL for Directional Survey and "As Drilled" plat Adhere to previously issued stipulations. 14. I hereby certify that the foregoing is true and correct Title Name (Printed/Typed) Agent / Engineer Paul C. Thompson, P.E. Signature September 16, 2010 THIS SPACE FOR FEDERAL OR STATE USE Approved by Title PE 9/17/2010 JOH . L Conditions of approval, if any, are attached. Approval of this notice does not warrant or Office

Title 18 U.S.C. Section 1001, make 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.



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.