

UNITED STATES **OCD-HOBBS**
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

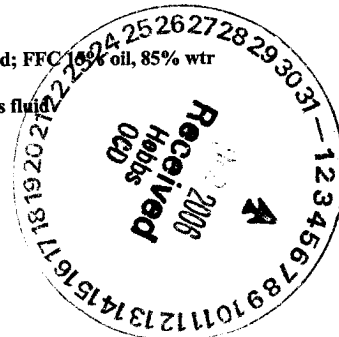
SUBMIT IN TRIPLICATE- Other instructions on reverse side.1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator **BC Operating, Inc.**3a. Address
P O Box 50820, Midland, Texas 797103b. Phone No. (include area code)
432-684-96964. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**1980' FNL & 660' FWL
Sec 7 T-23S R-38E**5. Lease Serial No.
NM-114631

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
358938. Well Name and No.
T41 #19. API Well No.
30-025-3804910. Field and Pool, or Exploratory Area
Cline (Abo)11. County or Parish, State
Lea**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 type="checkbox"/> Other _____	
	<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 Operation (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.)

10/2/06 Perf 6819', 51', 57', 59', 7021', 25', 40', 42', 46', 70', 72' 2 SPF**10/3/06 Acid 6819'-7072' w/ 3750 gal 15% NEFE acid & 44 BS; Made 11 swab runs, Rec 96 bbls load; FFC 100% oil, 85% wtr****10/5/06 Perf 6591', 99', 6609', 11', 22', 39', 41', 43', 53', 64', 69', 74', 76' 2 SPF****10/6/06 Acid 6591'-6676' w/ 3750 gal 15% NEFE acid & 50 BS; FFC 30% oil 70% wtr; Rec 117 bbls fluid****10/8/06 Set RBP @ 6594'****10/9/06 Perf 6246'-52', 6266'-74; Acid w/ 1800 gal 15% NEFE & 50 BS; 100% wtr****10/10/06 Set new RBP @ 6491'; 90% oil; Re-set RBP @ 6481'**14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)**Kevin Widner**Title **Operations Mgr**

Signature

Date

11-3-06**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

Christ Williams**OCD DISTRICT SUPERVISOR/GENERAL MANAGER**

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.

Office

DEC 1**ACCEPTED FOR RECORD**

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

NOV 30 2006

(Instructions on page 2)

**FREDERICK WRIGHT
PETROLEUM ENGINEER**