

UNITED STATES
 DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT

FORM 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.

5. Lease Serial No.
 NM 021097A

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
 H. L. Brown Operating, L.L.C.

3a. Address
 300 w. Louisiana
 Midland, TX 79701

3b. Phone No. (include area code)
 (432) 688-3727

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
 660' FN & EL
 Sec 5, T-8-S, R-37-E **Unit A**

7. If Unit of CA/Agreement, Name and/or No.
 NM 71965

8. Well Name and No
 Federal H No.2

9. API Well No.
 30-041-20934

10. Field and Pool or Exploratory Area
 Bluilt Wolfcamp

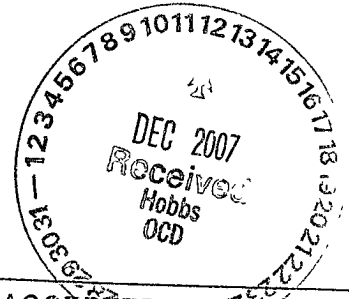
11. Country or Parish, State
 Roosevelt County, NM

12. CHECK THE 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 checked="" 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 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.)

- 10-26-07: thru
- 11-10-07: Swab'd and flow tested Wolfcamp perms 8865-86'. 10 - 15 BOPD, no water w/ 30 MCF.
- 11-13-07: MI CU, POH w/ tbg and pkr. Set RBP @ 8855'; perfed Wolfcamp 8826-48' 2spf w/ 3-1/8" csg gun. TIH w/ tbg and pkr; spotted 250gals 7-1/2% NEFE across perms. Pulled up and set pkr @ 8765'; displaced acid. Started swab'g back load water w/ oil show.
- 11-14-07: Acidized perms w/ 2000gals 7-1/2% NEFE and 75 ball sealers. Started swab'g back load water.
- 11-15-07: Swab'd back load water. Good oil show.
- 11-16-07: Released pkr and TIH to release RBP; POH w/ pkr and RBP.
- 11-17-07: TIH w/ production tbg string, rods and pump.
- 11-20-07: Installed pumping unit and started pumping back load water from both 8826-48' and 8865-86'.



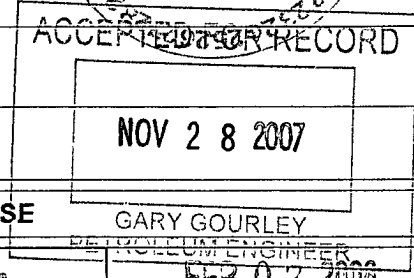
14. I hereby certify that the foregoing is true and correct.

Name (Printed/Typed)
 Carlton Wheeler

Title Operations Manager

Signature *Carlton Wheeler*

Date 11/26/2007



THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by *Chris Williams* OGD DISTRICT SUPERVISOR/GENERAL MANAGER

Title

Office

Date FEB 07 2006

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