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Form 3160-5
(February 2005)

FEB 03 2009

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No 1004-0137
Expires March 31, 2007

HOBBSBORO

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
LC-030174 (B)

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

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

1. Type of Well
 Oil Well Gas Well Other WATER INJECTION WELL

2. Name of Operator
BC OPERATING, INC.

8. Well Name and No
W. H. RHODES B FED NCT-1 #007

9. API Well No.
30-025-12054

3a. Address
P O BOX 50820
MIDLAND, TX 79710

3b. Phone No. (include area code)
432-683-2950

10. Field and Pool or Exploratory Area
RHODES; YATES-SEVEN RIVERS

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
NW4/SW4 1980' FSL, 660' FWL, UNITER LETTER "L", SEC 26, T26S, R37E, NMPM

11. Country or Parish, State
LEA COUNTY, NEW MEXICO

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 recomplate 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 recomplate 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 reclamamtion, have been completed and the operator has determined that the site is ready for final inspection)

- 11-19-08 Work on roads and location
- 11-21-08 Move in, rig up, rig up reverse unit
- 11-24-08 RIH w/tubing, start drilling to clean out hole, made 30'
- 11-25-08 Clean out well
- 11-26-08 Clean out to top of liner @ 3052'-POH-RIH w/3-7/8" bit-could not get in liner
- 12-1-08 POH-RIH w/new 3-7/8" bit-Still could not get in hole
- 12-2-08 POH-look at bit-RIH w/3-1/4" bit-get in liner-drill down to 3071'-POH
- 12-3-08 RIH-tubing plugged-POH-Clean out bit-RIH w/20 jts
- 12-4-08 RIH and drill out all day-TD 3176'
- 12-5-08 Drill down to 3246'-weill went on vacuum-pump load of produced water from lease-POH-RIH w/packer-get injection rate of 4 BPM @ 200#-well goes on vacuum-set up acid crew
- 12-8-08 RIH w/packer-wait on M&W for acid-Stage acid and salt block-Leave shut in overnight
- 12-9-08 Open well/on vacuum-POH w/packer-start in hole with new pc coated packer
- 12-10-08 RIH w/tubing-hang well on-rig down-move out and return to active injection

ACCEPTED FOR RECORD
FEB 1 2009
Jennings

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)
JERRI JENNINGS

Title PRODUCTION ANALYST
BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

Signature *Jerrri Jennings*
Date 1-26-2009

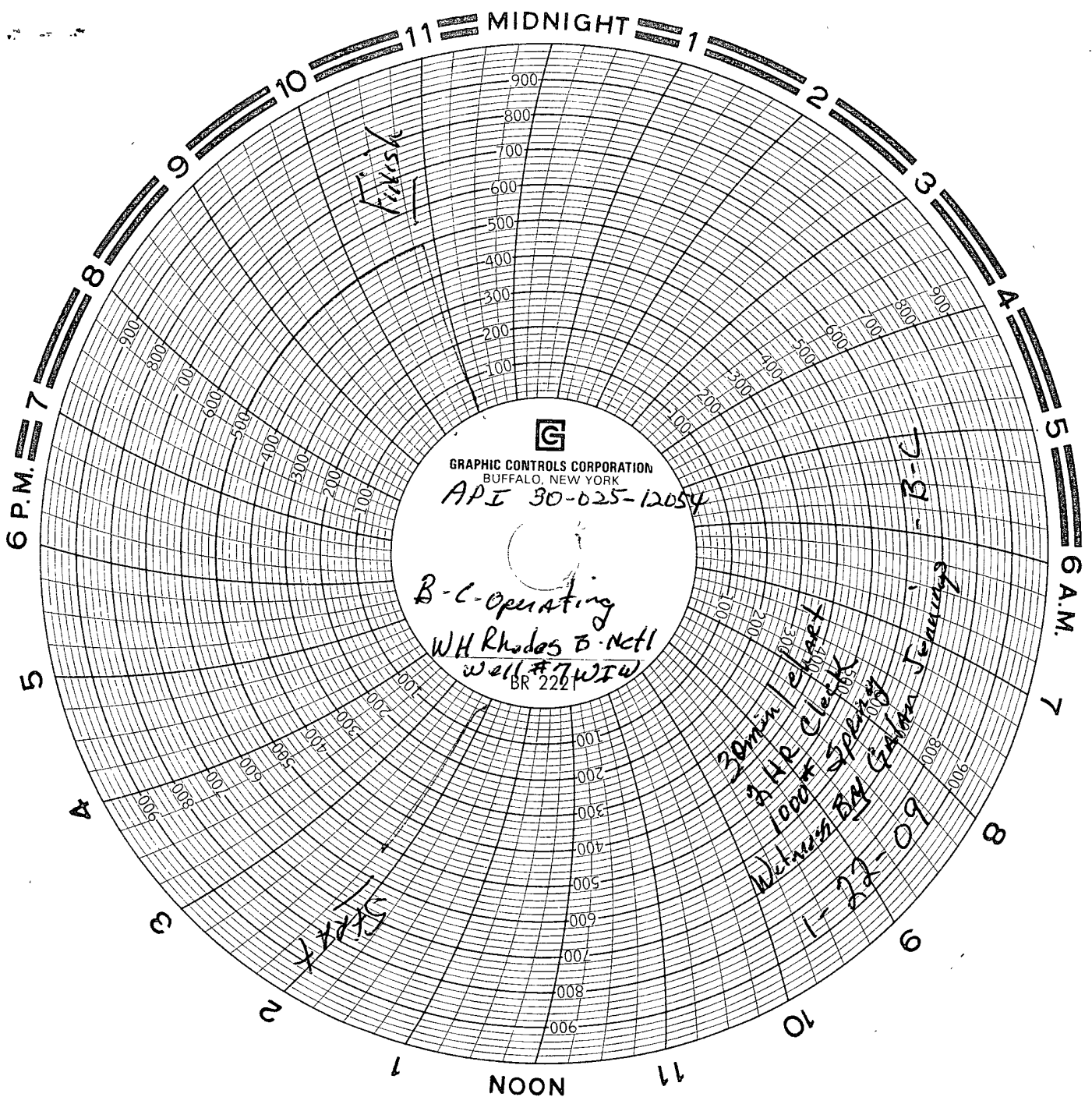
THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by *[Signature]* DISTRICT 1 SUPERVISOR Date FEB 06 2009

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 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

(Instructions on page 2)




 GRAPHIC CONTROLS CORPORATION
 BUFFALO, NEW YORK
 API 30-025-12054

B-C operating
 WH Rhodes B-Netl
 well #7WIW
 BR 2221

30min Leakt
 3 HR Clock
 1000W Spring
 Witness by Galina Jennings
 I-22-09
 - B-C

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 11/22/09