Fo (A

| Onn 3160-5 April 2004)  DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT  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. |  |   |  | FORM APPROVED OM B No 1004-0137 Expires' March 31, 2007  5. Lease Serial No NM SWD-1182-A LC-28936D  6 If Indian, Allottee or Tribe Name NA  |
|--|--|---|--|--|
| SUBMIT IN TRIPLICATE- Other instructions on reverse side.  |  |   |  | 7 If Unit or CA/Agreement, Name and/or No NA  8. Well Name and No. Sand Hills SWD #1  9 API Well No  |
| l Type of Well Oil Well( :: ' Gas Well □□  |  |   |  |  |
| 2 Name of Operator Havenor Operating Company   |  |   |  |  |
| 3a Address<br>904 Moore Ave, Roswell, NM 88201-1144  |  | 3b Phone No (include area code) 575-626-4518  |  | 30-015-29104  10 Field and Pool, or Exploratory Area   |
| 4 Location of Well (Footage, Sec., T, R, M, or Survey Description)   |  |   |  | Wc-SWD 96135   |
| 660' FSL & 2220' FEL Sec. 31, T17S-R30E  |  |   |  | 11 County or Parish, State  Eddy Co.   |
| 12. CHECK A  | PPROPRIATE BOX(ES) TO  | INDICATE NATUR  | E OF NOTICE, R   | EPORT, OR OTHER DATA   |
| TYPE OF SUBMISSION   | TYPE OF ACTION   |   |  |  |
| Notice of Intent  Subsequent Report Final Abandonment Notice   | Acidize Alter Casing Casing Repair Change Plans Convert to Injection   | Deepen Fracture Treat New Construction Plug and Abandon Plug Back                         | Production (Sta Reclamation Recomplete Temporarily Ab                        | Well Integrity Other   |
| If the proposal is to deepen did<br>Attach the Bond under which<br>following completion of the ii  | rectionally or recomplete horizontal<br>the work will be performed or provivolved operations. If the operation<br>final Abandonment Notices shall be | ly, give subsurface location<br>ide the Bond No on file was<br>results in a multiple comp | ns and measured and tru<br>with BLM/BIA Require<br>eletion or recompletion i | ny proposed work and approximate duration thereof<br>ie vertical depths of all pertinent markers and zones<br>ed subsequent reports shall be filed within 30 days<br>in a new interval, a Form 3160-4 shall be filed once<br>nation, have been completed, and the operator has |

7/5/2011 Began PB for re-completion. Set CIBP 12,280' +35' cmt. Set CIBP 11,000' +35' cmt. Ran CBL 10,200' to 8,000'. Good cmt below 10,010' and above 8,868'. Set CIBP 10,100' +35' cmt. Perf 5-1/2" esg @9,980' w/4 shots 0.42", perf @8,900' w/4 shots 0.42". THI w/2-7/8" tbg and suicide sqzd w/200 sx cmt. TOH WOC overnight. Ran CBL (run 2). Good cmt bond on 5-1/2" 9,800' to 8.868'. Perf 8,358' - 8,862 (OA). Ran 254 Jts 3-1/2" PH6 IPC L-80 12.95# tbg w/5-1/2"xx.-7/8" Nickel Arrow set 1-X pkr @8,332'. Filled tbg annulus w/inert fluid. Tested to 500 psi held 30 min. Acid w/20,000 gal 7.5% HCl +5,000 lbs salt. Flushed tbg w/brine and fresh water. Location cleaned and WO surface tankage removed 7/11/2011.

cepted for record AUG 1 4 2011 BUREAU OF LAND MANAGEMENT I hereby certify that the foregoing is true and correct Name (Printed/Typed) CARLSBAD FIELD OFFICE Kay Havenor Title Geologist Signature 07/25/2011 Date

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Date Title 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 Ottice 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 States any false, fictutious or fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

SWD-1182-A

PA SWD; Devonian as of 7/5/2011

NMOCD ARTESIA

