Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED

WESLEY W. INGRAM

OM B No 1004-0137 Expires. March 31, 200
5. Lease Senal No

428

NMLC 063418 SUNDRY NOTICES AND REPORTS ON WELLS 6 If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1 Type of Well ✓ Gas Well Other 8. Well Name and No. **BIG EDDY UNIT #163** 2. Name of Operator BEPCO, L. P. 9 API Well No 30-015-35348 3b. Phone No (include area code) 432-683-2277 P. O. Box 2760 Midland, TX 79702 · 10 Field and Pool, or Exploratory Area Golden Lane (Morrow) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SEP 0 4 2007 11 County or Parish, State 1650 FNL, 660 FWL, S9, T21S, R29E, NMP, SME BLM **OCD-ARTESIA** Eddy County, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acıdize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent ✓ Alter Casing Well Integrity Fracture Treat Reclamation Casing Repair New Construction Recomplete Subsequent Report ✓ Change Plans Temporarily Abandon Plug and Abandon Final Abandonment Notice Convert to Injection Plug Back ■ 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 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) With consideration given to current inventories of casing, BEPCO, L.P. respectfully requests to revise and upgrade the following casing strings for the above captioned well: Replaces earlies sundry of some dota 13-3/8" 48 ppf H-40 STC Casing (17-1/2" hole), 0 - 1,350' RKB (est.) Cement to surface. 13-3/8" 54.5 ppf J-55 STC Casing (17-1/2" hole), 1,350 - 1,900' RKB (est.) Cement to surface. 9-5/8" 40 ppf K-55 LTC Casing (12-1/4" hole), 0 - 3,100' RKB (est.) Cement to surface. The permitted casing weights were 48 ppf and 36 ppf respectively. Operator will use 10,1 ppg mud for surface casing Note; 51/2 production coping cement to extend a minimum of 200' inside 9 % casing. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Stephen M. Martinez Title Drilling Engineer Signature 8/24/2007 THIS SPACE FOR FEDERAL OR STATE OFFICE USE DaAUG 2 7 2007 Approved by Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or

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

Office

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.