

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
 Primero Operating, Inc.

3a. Address
 PO Box 1433, Roswell, NM 88202-1433

3b. Phone No. (include area code)
 505-622-1001

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
 Sec 20, T16S, R31E, 804' FNL & 1650' FWL

IAN 23 2008
 OCD-ARTESIA

5. Lease Serial No.
 NM-77042

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
 Ford Federal # 3

9. API Well No.
 30015 36083

10. Field and Pool, or Exploratory Area
 Square Lake, GB/SA

11. County or Parish, State
 Eddy, New Mexico

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 checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input checked="" type="checkbox"/> Other Commence
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	drilling and casing
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	reports
		<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 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.)

Commence drilling 12 1/4" hole @ 5:00 pm 10/25/07.

TD 12 1/4" hole @ 591' and ran New 8 5/8" 24# J-55 casing equipped with a Texas Pattern Shoe, Insert Float and 4 centralizers to 591. Cemented casing with 350 sx Class C w/ 2% CaCl. Circulated 85 sx to surface and bumed the plug @ 7:20 pm 10/26/07.

TD 7 7/8" hole @ 4000' and ran 91 joints new 5 1/2" 15.5# J-55 casing equipped with cement guide shoe, float collar and 10 centralizers to 4000'. Cemented casing w/ 650 sx 65/35 POZ w/ 6% gel and 250 sx C 50/50 POZ w/ 2% gel, plug down at 4:00 am 11/5/07.

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

Phelps White

Title President

Signature

Date 12/28/07

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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

Office

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.

(Instructions on page 2)

BUREAU OF LAND MANAGEMENT
 CARLSBAD FIELD OFFICE