Form 3160-5 (April2004)

1. Type of Well

2. Name of Operator

Oil Well

X Gas Well

UNITEDSTATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

Other

	Mary St.
/EI	

APR 15 2008

OCD-ARTESIA

FORMAPPROVED OM B 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.

	Expires March 31, 2007				
	5 Lease Serial No.				
	NM-108954				
6. If Indian, Allottee or Tribe Name					
	7 If Unit or CA/Agreement, Name and/or No				
	8 Well Name and No				
	1724 FEDERAL 112				
	9. API Well No.				
	30-015-36072				

LCX Energy, LLC.

3a. Address

3b. PhoneNo (include area code)

110 North Marienfeld, Suite 200 Midland TX 79701 (432)262-4014

4 Location of Well (Footage, Sec., T, R, M, or Survey Description)

SL: 440 FNL & 1880 FEL UL: B, Sec: 11, T: 17S, R: 24E

BH: 660 FSL & 1880 FEL UL: B, Sec: 11, T: 17S, R: 24E

BH: 660 FSL & 1880 FEL UL: B, Sec: 11, T: 17S, R: 24E

12. CHECK APPROPRIATE BOX(ES)TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA								
TYPEOF SUBMISSION	TYPEOF ACTION							
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize AlterCasing Casing Repair Change Plans Convert to Injection	Deepen FractureTreat New Construction Plugand Abandon Plug Back	Production (Start/Resume) Reclamation Recomplete Temporarily Abandon Water Disposal	Water Shut-Off Well Integrity OtherDrill 7 7/8' hole				

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.)

3/24/08 - 3/30/08 - Test casing T/1500 psi (ok). Clean out cement F/1269' - T/1300'. Drill 7 7/8" hole F/1300' - T/4960'. TD Pilot Hole 1710 hrs CST 03/30/2008 @4960. Pump 40 BBLS Hi-Vis and circ hole clean. Short trip to 3700' TIH (No Fill). Pump 20BBLS Hi-vis and circ hole clean. Pre job safety meeting & R/U Gyro-Data. Run Gyro F/4920' - T/200'. R/D Gyro-Data. Trip out of hole, L/D 7 7/8" reamers, Mud motor, Short DC, & 7 7/8" Bit. Pre job safety meeting & R/U Schlumberger wire line.

3/31/08 - Schlumberger Ran Platform Express, Three Detector Litho-Density Compensated Neutron F/TD - T/1296'. Loggers TD @ 4956', Drillers TD @4960'. R/D Schlumberger. TIH W/18 x 6 1/4" DC'S. Pre job safety meeting and R/U Bull Rodgers L/D machine, L/D 18 x 6 1/4" DC's R/D Lay down machine. Trip in hole w/open ended 4 1/2" Drill pipe T/4325'. P/U 20 jts 4 1/2" Drill pipe T/4960' Circ and Cond mud. R/U Schlumberger and pre job safety meeting, Test lines to 2000 psi, Pump 10 BBLS FW, 318 SXS Class "H" W/0.75% D65, 0.1% D13, Mixed @17.5 PPg, 0.94 Yield, 3.36 Gal/sx mix water Displace W/ 3.2 BBLS FW & 53 BBLS Drilling mud @1943 hrs CST 03/31/08 plug in place. Plug F/4960' - T/4220'. R/D Schlumberger. Pooh T/4007'. Reverse circ hole Clean. Pooh T/Surface L/D Excess Drill pipe. WOC.

14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)			
Jenifer Sorley	Regulatory	Analyst	
Signature Da	nte 04/14/2008		-
THIS SPACE FOR FEDERAL O	R STATE OFFI	CE USE	
Approved by	Title	Date	
Conditions of approval, if any, are attached Approval of this notice does not warrant of 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.