Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

fictitious or fraudulent statements Or representations as to any matter within its jurisdiction

(Instructions on page 2)



FORM APPROVED OMB No 1004-0137

Expires July 31 2010

6 If Indian Allottee or Tribe Name

Lease-Serial No NM27276

SUNDRY NOTICES AND REPORTS ON WELLS
ot use this form for proposals to drill or to re-enter an

Do n abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit of CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on page 2 I Type of Well AUG 18 2008 8 Well Name and No Oil Well Gas Well (Other McClay Federal #13 9 API Well No 30-015-23126 OCU-ARIES A 2 Name of Operator Arena Resources Inc 3a Address 3b Phone No (include area code) 10 Field and Pool or Exploratory Area North Benson Queen - Grayburg 2130 W. Bender Hobbs, NM 88240 575-738-1739 4 Location of Well (Footage, Sec. T. R.M. or Survey Description) 11 Country or Parish. State Eddy County, NM 660 FSL 2310 FWL Sec 33, T18S, R30E 12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF ACTION > TYPE OF SUBMISSION Production (Start/Resume) Acidize Deepen Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity New Construction Casing Repair Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Plug Back Convert to Injection Water Disposal Final Abandonment Notice 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection) If well goes off production for more than 30 days notify BLM by Sundry within Ran electrical line to location. Drilled out to 3360', returned to production 5-23-08 5 business days Need to submit production reports to ACCEPTED FOR RECORD ACCEPTED FOR RECORD MMS from 6/2006 to present within 30 davs. ALIG 18 2008 AUG 1 4 2008 Gerry Guye, Deputy Field Inspector /s/ JD Whitlock Jr NMOCD-District II ARTESIA **BUREAU OF LAND MANAGEMENT** LAST Report To MMS 6/2006 well TA

14 Thereby certify that the foregoing is true and correct Name (Printed Typed) CARLSBAD FIELD OFFICE COLLEEN ROBINSON Title COMPLIANCE ANALYST Date 07/18/2008 Signatur THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Fitle Date 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 Office 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.