

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB No 1004-0137
Expires July 31, 2010**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.5. Lease Serial No
NMNM26684A

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2

RECEIVED

1. Type of Well

☐ Oil Well☒ Gas Well☐ Other

OCT 26 2009

7. If Unit of CA/Agreement, Name and/or No
NMNM72125

2. Name of Operator

UNIT PETROLEUM COMPANY

NMOCD ARTESIA

8. Well Name and No
GOURLEY FEDERAL COM #2

3a. Address

PO BOX 702500, TULSA, OK74170-2500

3b. Phone No (include area code)

(918) 493-7700

9. API Well No
30-015-31825

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

1650' FNL 1650' FWL, SEC 28 - T22 S - R28 E

10. Field and Pool or Exploratory Area
DUBLIN RANCH - MORROW11. Country or Parish, State
EDDY COUNTY, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input checked="" 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 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.

WATER DISPOSAL PLAN

WATER IS PRODUCED FROM THE MORROW ZONE AT THE RATE OF 48 BW PER YEAR. IT IS STORED ON LOCATION IN A 300 BBL TANK UNTIL SUFFICIENT VOLUMES ARE COLLECTED TO REPRESENT A FULL TANK TRUCK LOAD. AT THAT TIME OIL THAT MAY HAVE COLLECTED ON TOP OF THE WATER, IF ANY, WILL BE PULLED OFF AND TRANSFERRED TO THE OIL TANK. THEN THE SALT WATER IS HAULED BY A CANTU TRANSPORTATION SERVICES TRUCK TO A COMMERCIAL SWD WELL FOR DISPOSAL. CURRENTLY THE DISPOSAL USED BY CANTU IS THE BIG EDDY FED #100 SWD, LOCATED IN NW/4 - SW/4 SEC 8 - T21S - R28E, EDDY COUNTY, NM (PERMIT #461). SINCE IT TAKES YEARS TO ACCUMULATE SUFFICIENT WATER TO REQUIRE HAULING, THERE IS NO SPECIFIC TIME SCHEDULE FOR WATER HAULING.

SUBJECT TO LIKE
APPROVAL BY STATE

APPROVED

OCT 22 2009

/s/ JD Whitlock Jr

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

LARRY O MILLER

Title DISTRICT ENGINEER

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

Signature

Date 10/12/2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

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 entitle the applicant to conduct operations thereon.

Office

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)