

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
MERIT ENERGY COMPANY

3a Address
13727 NOEL ROAD, STE 500, DALLAS TX 75240

3b Phone No. (include area code)
972-628-1569

4 Location of Well (Footage, Sec., T., R., M., or Survey Description)
2310 FSL & 330 FEL CONGRESS SECTION SEC 24-18S-30E

RECEIVED

NOV - 9 2009

NMOCD ARTESIA

5 Lease Serial No
56400 NM 9-3 721

6 If Indian, Allottee or Tribe Name

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

8 Well Name and No
WEST SHUGART 24 1

9. API Well No
30-015-31340

10 Field and Pool, or Exploratory Area
SHUGART; BONE SPRING

11 County or Parish, State
EDDY NM

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

TYPE OF SUBMISSION

☒ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

TYPE OF ACTION

☐ Acidize ☐ Deepen ☐ Production (Start/Resume) ☐ Water Shut-Off

☐ Alter Casing ☐ Fracture Treat ☐ Reclamation ☐ Well Integrity

☐ Casing Repair ☐ New Construction ☐ Recomplete ☒ Other

☐ Change Plans ☐ Plug and Abandon ☐ Temporarily Abandon CHANGE OF OPERATOR

☐ 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 recompleat 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 recompleat 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 final site is ready for final inspection.)

EFFECTIVE JULY 1, 2009 THE OPERATOR OF THIS WELL IS MERIT ENERGY COMPANY.

Be advised that MERIT ENERGY COMPANY is considered to be the operator on the above described lands and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands or portions thereof.

Bond Coverage for this well is provided under BLM Bond No. 103912148

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

LYNNE MOON

Title

REGULATORY MANAGER

Signature

Date 10/12/2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

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, makes 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.

APPROVED

NOV 5 2009

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE