OCD-ARTESIA UNITEDSTATES FORMAPPROVED OM B No 1004-0137 Expires March 31, 2007 MAY 18 2010 DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 5 Lease Serial No SHINDER AND REPORTS ON WELLS NM-04557 NMO CDo not use this form for proposals to drill or to re-enter an abandoned well. Use Form 2400 2 (100) 6 If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit or CA/Agreement, Name and/or No **SUBMIT IN TRIPLICATE** - Other instructions on reverse side. Big Eddy Unit 1 Type of Well X Oil Well Gas Well Other 8 Well Name and No Big Eddy Unit #122 2 Name of Operator BOPCO, LP. 9 API Well No 30-015-27454 3a Address 3b Phone No (include area code) P.O. Box 2760 Midland TX 79702 (432)683-2277 10 Field and Pool, or Exploratory Area Hackberry (Delaware) 4 Location of Well (Footage, Sec, T, R, M, or Survey Description) 11 County or Parish, State 1980' FNL, 1980' FWL Sec 4, T20S, R31E Eddy NM 12 CHECK APPROPRIATE BOX(ES)TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION **TYPE OF ACTION** X Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent AlterCasing Well Integrity X Fracture Γreat Reclamation X OtherPerf & set CIBP ☐ Casing Repair New Construction Recomplete X Subsequent Report \_ Change Plans \_\_ Temporarily Abandon Plug and Abandon Final Abandonment Notice 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 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 ) BOPCO, L.P. wishes to report the following well work as follows. 03/05/10 Record csg strip across perf interval & perf Wolfcamp @ 10,378'-10,398' (60 shots). RIH w/ prod tbg to land pkr @ 10,299' w/ EOT @ 10,318'. Made 7 swab runs w/ last pull from pkr @ 10,298' 03/06/10 Treat perfs w/ 10,000 gals 15% NEFE w/ additives, load tbg w/ 41 bbls break down perfs. Pump remainder of acid & flush same w/ 50 bbls 2% KCl. 03/07-09/10 Made 11 swab runs. 03/12/10 Release pkr & POOH w/ 2-3/8" prod tbg. 03/13/10 Cut short CCL strip across CIBP setting depth @ 10,350' & across future Delaware perf depth @ 6,875'-6, 892' PU CIBP & RIH w/ CCL Set CIBP @ 10,360' FS (CC @ 10,350') Reload same w/ 27 bbls 2% KCl; test CIBP. Land EOT @ 10,278'. 03/16/10 RIH w/ prod tbg to tag CIBP @ 10,368'. Pump 30 sks Class "H" cmt @ 1.18 yld & 15 6 ppg. Flush cmt w/ f/w to spot across EOT. POOH & LD tog to land EOT @ 10,044'. Pump 10 ppg salt water gel, flush same w/ f/w to spot same. POOH w/ prod tog to land EOT @ 7,088' Break circ to tank & pump 25 sks Class "C" cmt @ 1.32 yld & 14.8 ppg. Flush same w/ 26.3 bbls f/w to spot same across EOT Land EOT @ 6,899'. See attachment for additional details. I hereby certify that the foregoing is true and correct Name (Printed/Typed)

Valerie Truax Title Regulatory Admin Assistant Juliun 04/30/2010 Date THIS SPACE FOR FEDERAL OR STATE OFFICE USE Title 1 5 2010 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 Office which would entitle the applicant to conduct operations thereon ent or agency of the landed 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

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

CARLSBAD FIELD OFFICE

## BEU #122

03/18/10 PU prod tbg to tag TOC @ 6,898'. Drill good cmt to 6,948'. EOT @ 6,910'. 03/19/10 Pump 500 gals 10% acetic acid w/ additives, flush same w/ 24.5 bbls 2% KCl to spot same across EOT & perf interval. POOH w/ prod tbg. RIH w/ CCL. Cut short CCL strip across perf interval & perf Delaware 6,875'-6,892' (102 shots). Reload w/ 14 bbls 2% KCl. Break down perfs. Pump spot acid away. PU pkr w/ SN & RIH w/ prod tbg to land pkr @ 6,805' w/ EOT @ 6,814'. Land pkr w/ 15,000# comp. Made 5 total swab runs.

03/20/10 Breakdown perfs. Treat perfs w/ 5,000 gals 7.5% NEFE acid w/ additives. Flush acid w/ 50 bbls 7% KCl. Made 6 swab runs.

03/23/10 Made total of 7 swab runs.

03/30/10 Loaded tbg w/ 20 bbls 2% KCl. Released pkr @ 6,805'. TOH w/ tbg & pkr. Loaded 5-1/2" csg w/ 11 bbls 2% KCl.

03/31/10 Frac down 5-1/2" csg. Pumped 1375 gals of WF20+32,878 gals YF120ST+ containing 100,020# 16/30 Brady in 1-7 ppg stages – the last 18,218# treated by Prop Net. Flushed w/ 6,666 gals of WF20.

04/01/10 RIH w/ 4-3/4" bit on 2-3/8" tbg, tag @ 6,889 = 59' sand fill. Hole full, circ out 59' sand fill & displaced hole w/ 190 bbls 2% clean KCl. BFL @ surf. EFL @ 800'. Made 10 swab runs.

04/02/10 Made 36 swab runs.

04/06/10 RIH w/ prod tbg assy on N-80 tbg. TAC set in 12,000# tension.

04/07/10 Returned well to production.

04/26/10 Shut in well; no oil has yet been produced.

Decision was made to convert well to SWD.

Prior to additional work correct

plug back will be required. work in

Delaware was not anthorized from

Anthorized by W. Ingram