(August, 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

OCD-ARTESIA FORM APPROVED OMB No 1004-0137

Dustin

BUREAU OF LAND MANAGEMENT

CARLSBAD FIELD OFFICE

Expires July 31, 2010

5 Lease Serial No.

LC-069464-A SUNDRY NOTICES AND REPORTS ON WELLS 6 If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an 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 page 2 1. Type of Weil G Well Name and No Oil Well Gas Well Other 2. Name of Operator Federal 18 #004 9. API Well No Tom R Cone 3a. Address 3b Phone No. (include are MMOCD ARTESIA 3001520226 1304 W Broadway Place Hobbs, NM 88240 575 390 9611 . Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Benson; Yates, East 11 County or Parish, State 18-19S-31E 1980 FNL 1650 FEL Eddy, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Deepen ___ Acidıze Production (Start/Resume) Water Shut-Off Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamantion Casing Repair New Construction Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Plug Back Water Disposal Convert to Injection 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 reclamantion, have been completed, and the operator has determined that the site is ready for final inspection) 06/11/10 Move pumping unit, MIRU rig and cementing equipment. Clear location. NU BOP Move in work string. RIH open ended to 2310'. Circulate hole w/ mud laiden fluid. Spot 25 sx cement. Pull out of cement. SDFN. 06/11/10 Move in steel pit. Tag plug @ 2117'. POH w/ tbg. Pressure up on casing. Perf'd csg @ 1950'. RIH and set packer and sqz'd 50 sx cement. Had communication. POH WOC. RIH w/ wireline and stacked out @ 775'. RIH w/ tbg to 2019'. Circulated hole clean and spot 25 sx cement. POH and SDFN. 06/15/10 Tagged cement @ 1693'. POH w/ tbg. Perf'd casing @ 1654'. Set packer @ 1300'. Sqz'd 50 sx cement. Had communication. POH w/ packer. WOC Tagged plug @ 1255'. Perf'd csg @ 1245'. Set packer @ 800'. Waz'd 50 sx cement. WOC. Tagged plug @ 1010'. Perf'd csg @ 1000'. Set packer @600'. Sqz'd 50 sx cement. Closed well in shut down. 06/16/10 Tagged plug @ 776'. Perf'd csg @ 766'. Set packer @ 300'. Pressured up to 500 psi. Release packer POH. Spot 35 sx cement @ 776'. WOC. Tagged plug @ 624'. Spot 25 sx cement @ 624'. WOC. SDFN. 06/17/10 Tagged plug @ 295'. Perf'd csg @ 60'. Set packer @ 30'. Sqz'd 60 sx cement. WOC Pressured up on csg. Did not hold. Sqz'd 60 sx cement. WOC. Pressured up on csg. Did not hold. Sqz'd 60 more sx cement. WOC SDFN. 06/18/10 Tagged plug @ 45'. Tried to get down back side of 4 1/2. could not. Pumped 70 sx cement down 7" and 4 1/2'. WOC. Pumped additional 70 sx. cement. WOC Pump additional 60 sx cement. got cement to surface. rigged down. 06/21/10 Checked well. Cement fell 15'. filled to surface w/ 15 sx cement. Moved off. 06/22/10 Moved in welder and back hoe. Cug out cellar, cut off well head, weld on Dry Hole Marker. Back filled cellar, cut of dead men. Cleaned location and moved off. 14. I hereby certify that the foregoing is true and correct) Name (Printed/Typed) THIS SPACE FOR FEDERAL OR STATE OF ACEUSEED FOR RECORD

P/A OK to Rales.

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

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

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

applicant to conduct operations thereon.

(Instructions on page 2)