## OCD-ARTERIA FORM APPROVED **UNITED STATES** NMOCD ARTESIAUREAU OF LAND MANAGEMENT OMB No 1004-0137 Expires July 31, 2010 5 Lease Serial No. NMLC029420A UNDRY 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 of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. Skelly Unit NM 71030 A I Type of Well 8 Well Name and No Skelly Unit #26 Other WIW Oil Well Gas Well 2 Name of Operator SandRidge Exploration & Production, LLC 9 API Well No 30 015 Ø05157 3a Address 3b Phone No (include area code) 10 Field and Pool or Exploratory Area 123 Robert S Kerr Ave OKC OK 73102-6406 Grayburg-Jackson, SR-Q-G-SA 405 429 5500 4 Location of Well (Footage, Sec., T.R. M., or Survey Description) UL J, Sec 15, T17S, R31E 1880' FSL, 1980' FEL 11 Country or Parish, State Eddy Co., NM 12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Casing Repair New Construction Recomplete Other Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal

Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof 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 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.)

1-26-10 MI PU. Made repairs to location.

1-27-10 ND WH, NU BOP. Pld pkr. Tstd tbg to 3000 psi BIH. Ran RBP & pkr. Set RBP @ 3179'. Set pkr @ 3164'. Press RBP to 650 psi & pkr gave way. PU & set pkr @ 3132, 2503' & 1872' but would not hold.

2-1-10 RIH w/pkr & set @ 3157'. Press RBP to 1000 psi - OK. Press annulus to 550 psi - OK. RU pmp trk. Loaded csg w/1 bbl & press to 300 psi Lost 60 psi in 15 mins. Repressured to 300 psi. Lost 40 psi in 20 min & held. SD 1 hr. Lost 200 psi. Press to 200 psi & started pmpg into it. Raised rate to 1-1/2 BPM @ 200 psi. F/5 bbls. NMOCD requested to squeeze surface

2-2-10 RU Risiing Star to surf csg. P/350 sx Cl C neat @ 1.2 BPM 300 psi. Gradually built up to 340 psi. Lowered rate to .5 BPM w/68 bbls gone. Pressure built to 400 psi w/69 bbls gone. Built to 470 w/77 bbls gone. SI well w/410 psi; dropped 10 psi in 10 min Held 400 psi for 15 min - ok. RD Rising Star. 2-3-10 RU vac trk to csg. Rel pkr. Pld RBP Set pkr @ 3178'.

2-4-10 RU pmp trk. Press annulus to 500 psi 30 min - OK. Unset pkr. Circ 75 bbls pkr fluid & reset pkr @ 3179". ND BOP NU WH Press anulus to 550 psi 30 min - held ok. RD trucks. RD PU.

2-9-10 RU pmp truck & chart Press annulus to 350 psi Held for 30 min - OK. RD pmp truck. Placed well back on injection.

ACCEPTED FOR RECORD

AUG 6 2010

Title Regulatory Manager

Signature Jerri Stathemy

Date 07/16/2010

BUREAU OF LAND MANAGEMENT

Approved by

Approved by

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

Office

Date

entitle the applicant to conduct operations thereon

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