

Form 3160-5  
(August 2007)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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.**

**SUBMIT IN TRIPLICATE** – Other instructions on page 2.

|                                                                                                                                  |                                                   |                                                                     |
|----------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------|---------------------------------------------------------------------|
| 1. Type of Well<br><input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other |                                                   | 5. Lease Serial No.<br>NMNM98122                                    |
| 2. Name of Operator<br>Sandridge Expl and Prod. LLC                                                                              |                                                   | 6. If Indian, Allottee or Tribe Name                                |
| 3a. Address<br>2130 W. Bender    Hobbs, NM 88240                                                                                 | 3b. Phone No. (include area code)<br>575-738-1739 | 7. If Unit of CA/Agreement, Name and/or No.<br>NMNM071030A          |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>Sec. 21 T17S, R31 E    1980' FSL    660' FEL           |                                                   | 8. Well Name and No.<br>Skelly Unit #11                             |
|                                                                                                                                  |                                                   | 9. API Well No.<br>30-015-05330                                     |
|                                                                                                                                  |                                                   | 10. Field and Pool or Exploratory Area<br>Grayburg Jackson; SR-Q-SA |
|                                                                                                                                  |                                                   | 11. Country or Parish, State<br>Eddy                                |

**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 checked="" type="checkbox"/> Acidize   | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off               |
| <input checked="" 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 <u>Return to prod.</u> |
|                                                       | <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 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 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 must 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 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.)

10-18-2010 - MIRU, DNWH, NUBOP. RIH w/7 7/8 bit, 6 4 1/2 DC. Tag up @2217'

10-19-2010 - Clean out to 3038'

10-20-2010 - Continue clean out to 3537', circulate hole clean.

10-21-2010 - POH w/DC's and bit. RIH w/ 8 5/8" lok-set RPB and 8 5/8 arrow set pkr - 2 7/8 tubing, testing to 6000 psi. Set RBP @3511', set pkr @2985'. Acidize perfs 3092-3493 w/3000 gals 15% anti sludge acid w/h2s scavenger w/1000# rock salt in 4 stages. Flush w/66 bbl SI for 1 hr. Set RBP @2415', set pkr @2131'. Acidize perfs 2217-2330' w/1000 gals 15 % anti sludge acid w/h2s scavenger w/500# rock salt in 3 stages. Flushed w/30 bbls.

10-22-2010 - POH w/pkr & RBP. RIH w/2 7/8 SN, 110 jts 2 7/8 tbg. SN @3484'. Made 23 swab runs - FFL @1100'

10-25-2010 - Made 18 swab runs - FFL 1000', POH

10-26-2010 - RIH w/ 2 3/8 prod tbg, NDBOP, NUWH. RIH w/pump & rods. Tested to 500 psi - OK, return well to production.

RECEIVED

NOV 29 2010

NMOCD ARTESIA

ACCEPTED FOR RECORD

NOV 20 2010

|                                                                                                       |  |                          |
|-------------------------------------------------------------------------------------------------------|--|--------------------------|
| 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)<br>Colleen Robinson |  | Title Regulatory Analyst |
| Signature <i>Colleen Robinson</i>                                                                     |  | Date 11/02/2010          |

BUREAU OF LAND MANAGEMENT  
CARLSBAD FIELD OFFICE

**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)

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