

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
Budget Bureau No. 1004-0137
Expires: March 31, 2007

5. Lease Serial No.
NMNM 08277

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
See attached list

9. API Well No.
See attached list

10. Field and Pool, or Exploratory Area
SALADAR;YATES

11. County or Parish, State
Eddy, NM

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 ☐ INJECTION

2. Name of Operator

Agua Sucia LLC

3a. Address

14605 South Memorial Drive, Bixby OK 74008

3b. Phone No. (include area code)

575-392-3575

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec. 33, T20S, R28E

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

TYPE OF SUBMISSION

TYPE OF ACTION

☐ Notice of Intent
☒ Subsequent Report
☐ Final Abandonment Notice

<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Progress on
<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	Conditions of Approval

Incomplete

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 site is ready for final inspection.)

As required by Conditions of Approval:

1. All injection lines have been tested to 3000# with no problems.
2. All flowlines were tested to 150# (SDR-11 poly pipe maximum allowed pressure). Replaced bad spots in flowline.
3. Buried all electric lines.
4. Overhead powerline has been staked and a right-of-way request will be submitted.
5. Tanks were moved off location. Soiled areas were removed and hauled to CRI for proper disposal. Location was leveled. New 40 mil. liner was placed under tanks.
6. Ground structures and equipment have been painted Shale Green (5Y 4/2).
7. Berm has been built around tank battery and barbed wire fence has been installed around battery.

ACCEPTED FOR RECORD

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

Title Agent

Signature

Debbie McKelvey

Date 12/29/2010

FEB 9 2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

/s/ JD Whitlock Jr

Approved by

Title

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

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 and false, Fictitious or fraudulent statements or representations or to any person within its jurisdiction

OCD-ARTESIA

Lease NM 08277

SE/4NW/4, NE/4SW/4, and S/2SW/4 of Section 33, Township 20 South, Range 28 East,
N.M.P.M.

Saladar Well #3	API# 3001502447
Saladar Well #4	API# 3001502446
Saladar Well #5	API# 3001502444
Saladar Well #6	API# 3001502448
Saladar Well #7	API# 3001510468
Saladar Well #8	API# 3001502449
Saladar Well #12	API# 3001524179
Saladar Well #13	API# 3001524180
Saladar Well #14	API# 3001524181