

OCD-ARTESIA

Form 3160-5
(April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No 1004-0137
Expires March 31, 2007

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.

Record Clean-Up

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

| | | |
|--|--|--|
| 1 Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No NMNM54289 |
| 2 Name of Operator Nearburg Producing Company, OGRID #15742 | | 6. If Indian, Allottee or Tribe Name |
| 3a Address 3300 N. A St., Bldg. 2, Ste. 120, Midland, TX 79705 | 3b Phone No (include area code) 432-686-8235 | 7 If Unit or CA/Agreement, Name and/or No |
| 4 Location of Well (Footage, Sec., T., R., M., or Survey Description) SHL: 2007' FNL & 1468' FWL, Unit F, Sec 32, T24S, R29E BHL: 330' FNL & 1980' FWL, Unit C, Sec 32, T24S, R29E | | 8. Well Name and No Emerald 32 Federal Com #1H |
| | | 9. API Well No. 30-015-26996 |
| | | 10 Field and Pool, or Exploratory Area Willow Lake; Delaware |
| | | 11 County or Parish, State Eddy County, New Mexico |

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

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|---|--|--|
| <input type="checkbox"/> Notice of Intent | <input 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 checked="" type="checkbox"/> Other Completion Operations |
| | <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 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.)

Nearburg Producing Company recently discovered that the Completion Operations Sundry was never submitted for this well. The following describes drilling operations completed in 2008:

7/8/08 -- 7/14/08 MIRU PU POOH with rods and tubing. Freepoint and cut off 5 1/2" casing at 4125'. Lay down casing.
 8/1/08 -- 8/30/08 MIRU drilling rig. Set kick-off plug at 3726'. Directional drill to a TD of 6530'. Run and cement 5 1/2" casing.
 9/24/08 -- 10/13/08 MIRU PU. Clean out to PBTD of 6486'. Perforate Delaware 5417'-6161'. Acidize with 6000 gallons 15% acid. Frac with 145,978# sand and 94,542 gallons fluid. Clean out to PBTD of 6486'.
 10/14/08 -- 10/15/08 Set 2 7/8" tubing at 4758'. Run rod string and pump.
 10/15/08 Begin producing well.

RDade 05/24/12
Accepted for record
NMOCD

RECEIVED
 MAY 22 2012
 NMOCD ARTESIA

ACCEPTED FOR RECORD
 MAY 18 2012
[Signature]
 BUREAU OF LAND MANAGEMENT
 CARLSBAD FIELD OFFICE

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

Tim Green

Title *Marketing Mgr.*

Signature

[Signature]

Date *5-14-12*

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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.

Title

Date

Office

Title 18 U.S.C. Section 1001 and Title 43 USC 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)