

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

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.

5. Lease Serial No.
SHL: NM067132; BHL: NM030752

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE – Other instructions on page 2.

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

8. Well Name and No.
War Horse Fed Com #3H

9. API Well No.

10. Field and Pool or Exploratory Area
Palmillo; Bone Spring

11. County or Parish, State
Eddy

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

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☒ Other Variance

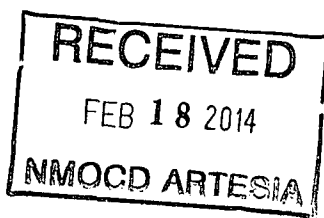
13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths 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.)

Murchison Oil and Gas requests a variance to be allowed to use a coflex hose from the BOP to the Choke Manifold. The certification papers are onsite and as well as attached to this document.

Accepted for record

NMOCD

Feb 2-18-2014



SEE ATTACHED FOR
CONDITIONS OF APPROVAL

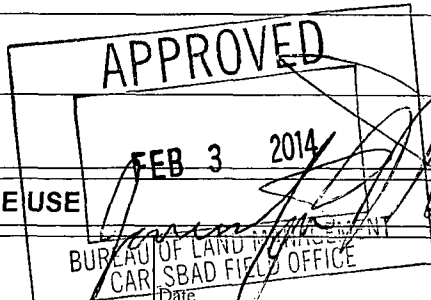
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)
Steve Morris

Title Drilling Engineer

Signature

Date 02/02/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE



Approved by

Title


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.

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)

QUALITY CONTROL INSPECTION AND TEST CERTIFICATE				CERT. N°: 205	
PURCHASER: ContiTech Beattie Co.				P.O. N°: 004790	
CONTITECH ORDER N°: 493177		HOSE TYPE: 3" ID Choke and Kill Hose			
HOSE SERIAL N°: 60295		NOMINAL / ACTUAL LENGTH: 10,67 m / 10,67 m			
W.P. 68,9 MPa 10000 psi		T.P. 103,4 MPa 15000 psi		Duration: 60 min.	
<p>Pressure test with water at ambient temperature</p> <p style="text-align: center;">See attachment. (1 page)</p> <p>↑ 10 mm = 10 Min. → 10 mm = 20 MPa</p>					
COUPLINGS Type	Serial N°		Quality	Heat N°	
3" coupling with 4 1/16" Swivel Flange end Hub	228 229		AISI 4130	H0434	
			AISI 4130	31742	
			AISI 4130	G9496	
ASSET NO.: 66-0628				API Spec 16 C Temperature rate:"B"	
All metal parts are flawless					
WE CERTIFY THAT THE ABOVE HOSE HAS BEEN MANUFACTURED IN ACCORDANCE WITH THE TERMS OF THE ORDER INSPECTED AND PRESSURE TESTED AS ABOVE WITH SATISFACTORY RESULT.					
STATEMENT OF CONFORMITY: We hereby certify that the above items/equipment supplied by us are in conformity with the terms, conditions and specifications of the above Purchaser Order and that these items/equipment were fabricated inspected and tested in accordance with the referenced standards, codes and specifications and meet the relevant acceptance criteria and design requirements.					
COUNTRY OF ORIGIN HUNGARY/EU					
Date:	Inspector		Quality Control		
21. February 2011.			ContiTech Rubber Industrial Kft. Quality Control Dept. (1)		

Yach 

GN	1019.20	SC30	40	14:50	60	70	80	Capitol Rubber
RD	+18.68	SC		14:50				Industrial Kft.
BL	+1052.	ba		14:50				Quality Control Dept.
GN	+18.73	SC		14:50				(1)
RD	+18.61	SC		14:50				
BL	+1054.	ba		14:50				
GN	+18.13	SC		14:50				
RD	+18.68	SC		14:50				
BL	+1056.	ba		14:50				
GN	+18.73	SC		14:50				
RD	+18.43	SC		14:50				
BL	+1057.	ba		14:50				
GN	+18.90	SC		13:50				
RD	+18.66	SC		13:50				
BL	+1059.	ba		13:50				
GN	+18.87	SC		13:50				
RD	+18.63	SC		13:50				
BL	+1062.	ba		13:50				
GN	+19.25	SC		13:50				
RD	+18.99	SC		13:50				
BL	+1064.	ba		13:50				
9								
8								
	60293	60295	60296	3:50				
	60293	60295	60296	3:50				
17								

CONDITIONS OF APPROVAL

OPERATOR'S NAME:	Murchison Oil & Gas, Inc.
LEASE NO.:	NMNM-030752
WELL NAME & NO.:	War Horse Fed Com 3H
SURFACE HOLE FOOTAGE:	2290' FSL & 0175' FEL
BOTTOM HOLE FOOTAGE:	2290' FSL & 0330' FWL
LOCATION:	Section 21, T. 18 S., R 29 E., NMPM
COUNTY:	Eddy County, New Mexico
API:	30-015-41227

1. Variance approved to use flex line from BOP to choke manifold. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. **Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.** If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).

JAM 020314