OCD-ARTESIA FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007 Form 3160-5 **UNITED STATES** (February 2005) DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** Lease Serial No. NM-93181 SUNDRY 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 or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1. Type of Well Oil Well ✓ Gas Well Other 8. Well Name and No. 1725 FED COM #61 2. Name of Operator LCX Energy, LLC API Well No. 30-015-34340 3a Address 3b. Phone No. (include area code) 110 N. MARIENFELD, SUITE 200 432-687-1575 10. Field and Pool, or Exploratory Area BECEIVED CottonwoodCreek - Wolfcamp 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State FEB 1 3 7006 SL: 660' FNL & 760' FWL SEC. 6, T17S, R25E EDDY, NM QCU-AFITESIA 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Well Integrity Alter Casing Reclamation Fracture Treat Other Frac continued Casing Repair Subsequent Report New Construction Recomplete Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back 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 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 or recompletion 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.) 1-30-06 rig up BJ services. Frac 1st Stage, 8480' - 7760' (60 - 0.42" holes) w/ 4500 gal 15% HCL, 5610 Bbls CO2 foamed slick water w/ 50.2K lb 100 mesh white sand, 50.1K lbs 20/40 brown sand. 82 BPM @ 3134 psi. ISIP 1650. RU WL, Lubricate in and run and set flow thru FRAC PLUG at 7620'. Perforate 2nd Stage 7540, 7310', 7100', 6940, (50 - 0.42" holes). RD WL, RU BJ. Frac 2nd Stage w/ 4500 gals 15% HCL, 5757 Bbl CO2 foamed slick water w/ 51.1K lb 100 mesh white sand, 49.4K lbs 20/40 brown sand. 78 BPM @ 2825 psi. ISIP 1675. RU WL, Lubricate in and run set flow thru Frac Plug at 6847'. Perforate 3rd Stage 6740, 6540', 6350', 6160, (50 -0.42" holes). RD WL, RU BJ. Frac 3rd Stage w/ 4500 gals 15% HCL, 5905 Bbl CO2 foamed slick water w/ 52K lb 100 mesh white sand, 49.5K lbs 20/40 brown sand. 85.5 BPM @ 2837 psi. ISIP 1680 psi. RU WL, Lubricate in and run and set flow thru Frac Plug at 6090'. Perforate 4th Stage 5960', 5745', 5495', 5200', (50 - 0.42" holes). RD WL, RU BJ. 1/31/06 Frac4th Stage: w/ 4500 gals 15% HCL, 5593 BBL CO2 foamed slick water w/ 51.1K lb 100 mesh white sand, 50K lbs 20/40 brown sand. 81.1 BPM @ 2858 psi. ISIP 1675 psi. RD WL and Frac Equipment and flow back well up casing.

14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)

Kanicia David

Title Regulatory Agent

Date

02/03/2006

ACCEPTED THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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 18 U.S.C. Section 1001 and With 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, states in the states of representations as to any matter within its jurisdiction.

(Instructions on page 2)