OCD-ARTESIA

Form 3160-5
(September 2001)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

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

RECEIVED
APR 19 2006
OCD-ARTESIA

5. Lease Serial No.
NM 2537

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
NMNM101361X

1. Type of Well
☑ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.
East Shugart Delaware Unit #1

2. Name of Operator
St. Mary Land & Exploration

9. API Well No.
30-015-25741

3a. Address
580 Westlake Park Blv. Suite.600 Houston, Tx 77079

3b. Phone No. *(include area code)*
(281) 677-2772

10. Field and Pool, or Exploratory Area
Shugart Delaware East

4. Location of Well *(Footage, Sec., T, R., M., or Survey Description)*
430' FSL & 1650' FEL UL:O
Sec. 13-T18S-R31E

11. County or Parish, State
Eddy, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
☐ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☑ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☑ Other Renewal/Extension of TA Status
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	

3. 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 shall 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 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.)

St. Mary has recently finished drilling eight new injectors at the East Shugart Delaware Unit to start implementation of a water flood. The ESDU #1 is in this unit and may have utility as an injector in the future. St. Mary requests a waiver from plugging the well and leaving it shut-in until there is enough production data to determine if the ESDU #1 will be utilized as an injector.

Accepted for record - NMOCD

APPROVED FOR 12 MONTH PERIOD
ENDING 3/15/07

New MIT required in 2007.

14. I hereby certify that the foregoing is true and correct
Name *(Printed/Typed)*
Marcie St. Germain

Title Production Tech

Signature Marcie St. Germain

Date 4-8-06

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by *(Signature)* (ORIG. SGD.) ALEXIS C. SWOBODA

Name *(Printed/Typed)*

Title PETROLEUM ENGINEER

Office

Date APR 17 2006

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.

(Continued on next page)