

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.

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. NM-45236 |
| 2. Name of Operator Pogo Producing Company | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address P. O. Box 10340, Midland, TX 79702 | 3b. Phone No. (include area code) 432-685-8100 | 7. If Unit or CA/Agreement, Name and/or No. |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 2310' FEL, Section 33, T23S, R31E | | 8. Well Name and No. Sterling Silver 33 Federal #12 |
| | | 9. API Well No. 30-015-34943 |
| | | 10. Field and Pool, or Exploratory Area Sand Dunes Delaware West |
| | | 11. County or Parish, State Eddy County, NM |


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 Drig 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 recompleate 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 recompleation 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.)

Intermediate Csg – Drld 11" hole to 4130'. TD reached @ 19:30 hrs 07/17/06. Ran 96 jts 8-5/8" 32# J-55 LT&C csg. Cmt'd w/ 1100 sks 35:65:6 @ 12.4 ppg followed by 200 sks Cl "C" + 1% CaCl2 @ 14.8 ppg. Circ 150 sks to surface. Plug down @ 14:30 hrs 07/18/06. WOC 24 hrs. Make cut-off. Install WH. NU BOP & test TO 3000# ok. Test csg to 1500# for 30 mins.

TD & Production Csg – Drld 7-7/8" hole to 8180'. TD reached @ 15:00 hrs 07/29/06. Logged well w/ Baker Atlas. Ran 112 jts 5-1/2" 15.5# & 17# J-55 LT&C csg. Cmt'd 1st stage w/ 500 sks Cl "C" + additives @ 14.09 ppg. Cmt'd 2nd stage w/ 600 sks Cl "C" + additives @ 14.0 ppg. Cmt'd 3rd stage w/ 300 sks 35:65 POZ @ 12.4 ppg followed by 100 sks Cl "C" + 1% CaCl2 @ 14.8 ppg. Cmt did not circ. Test csg to 3000# for 30 mins. CBL ran 08/05/06.

| | | |
|---|--|-----------------------|
| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Cathy Wright | | Title Sr. Eng Tech |
| Signature  | | Date 09/05/06 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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|--|-----------------|------|
| 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 Office | Date |
|--|-----------------|------|

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)