OCD-ARTESIA FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007 Form 3160-5 **UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 5. Lease Serial No Month - Year NM-0557371 SUNDRY NOTICES AND REPORTS ON WELL MAR - 5 2007 If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an OCD - ARTESIA, NAM abandoned well. Use Form 3160-3 (APD) for such proposals. N/A 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. WDW-3 2. Name of Operator NAVAJO REFINIG COMPANY 9. API Well No. 30 - 015 - 26575 3b. Phone No. (include area code) P.O. BOX 159, ARTESIA, NM 88211 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State S1 - T18S - R27E; 790' FROM THE SOUTH LINE AND 2250' FROM THE WEST LINE **EDDY** 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Acidize Production (Start/Resume) Water Shut-Off Deenen Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation Other Casing Repair New Construction Subsequent Report Recomplete Change Plans NON-HAZARDOUS Phug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection ___ Plug Back Water Disposal CLASS I WELL 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 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.) THE PLUGGED AND ABONDONED WELL WAS AQUIRED FROM MEWBOURNE OIL COMPANY BY NAVAJO REFINING. NAVAJO RECOMPLETED THE WELL FOR INJECTING NON-HAZARDOUS WASTE WATER FROM THEIR REFINERY IN ARTESIA, NM. 10/1/06 -THE EXISTING PLUGS WERE DRILLED OUT TO THE TOP OF THE LINER PLUG AT 9022' AND THE EXISTING PERFORATIONS WERE SQUEEZED OFF WITH NEAT CEMENT AT 7050' TO 7102', 7262' TO 7278', AND FROM 7304' TO 7314'. 10/13/06 - RAN CBL/VDL AND TEMPERATURE SURVEY, PERFORATED INTERVAL FROM 7650' TO 8450' AND FROM 8540' TO 10/24/06 - A 4 1/2" 11.6 #/FT TUBING STRING WAS SET WITH A TENSION PACKER AT 7568' AND BOTTOM OF PACKER AT 7575'. 11/4/06 - PERFROMED AN INJECTION/FALLOFF TEST ON THE WELL AT 9 TO 10 BPM. 11/15/06 - MECHANICALLY INTEGRITY TEST WERE PERFORMED AND WITNESSED BY THE OCD. THE MECHANICALLY 11/15/06 - MECHANICALLY INTEGRITY TEST WERE I ENTONOMINE AND AN ANNULUS PRESSURE TEST. SUBJECT TO LIKE (SEE THE ATTACHED WELL SUMMARY FOR MORE DETAILS.) APPROVAL BY STATE I hereby certify that the foregoing is true and correct Name (Printed/Typed) Env. Mgr. for Water & Waste

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 Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or expresentations as to any matter within its jurisdiction.

(Instructions on page 2)

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations, and reports of such operations when completed, as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this

form and the number of copies to be submitted, particularly with regard to local area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13 - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or

present productive zones, or other zones with present significant fluid contents not scaled off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to top of any left in the hole; method of closing top of well and date well site conditioned for final inspection looking to approval of the abandonment.

NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c) and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

This information is being collected to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT

Public reporting burden for this form is estimated to average 25 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer, (WO-630), Mail Stop 401 LS, 1849 C St., N.W., Washington D.C. 20240

SUNDRY NOTICE SPECIAL STIPULATIONS

- 1. Approval is granted for the water disposal method presented in the sundry subject to the following conditions:
- 2. The operator must provide a water analysis of the water to be injected, together with a copy of the disposal permit granted by the state.

**** Approval 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.

Engineering can be reached at 505-706-2779 for any variances that might be necessary.

F Wright 2/28/07