

OCD-ARTESIA

Form 3160-5
(April 2004)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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.

PRINT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well XX Oil Well Gas Well Other		5. Lease Serial No. NM-77042
2. Name of Operator Primero Operating, Inc.		6. If Indian, Allottee or Tribe Name
3a. Address PO Box 1433, Roswell, NM 88202-1433	3b. Phone No. (include area code) 505 622 1001	7. If Unit or CA Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 990' FNL, 330' FWL, Section 20, T-16S, R31E, NMPM		8. Well Name and No. Ford Federal #2
		9. API Well No. 30-015-35462
		10. Field and Pool, or Exploratory Area Square Lake Grayburg/San Andres
		11. County or Parish, State Eddy

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	
	Change Plans	Plug and Abandon	Temporarily Abandon	Commence Drilling and	
	Convert to Injection	Plug Back	Water Disposal	Surface Casing	

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.)

We commenced drilling a 12 1/4" hole at 4:00 pm 3/7/07. The 12 1/4" hole was drilled to 585' and 8 5/8" 24# J-55 casing was run to 583'. The 8 5/8" casing was equipped with a Texas Pattern Shoe, Insert Float and 3 centralizers. The 8 5/8" casing was cemented with 400 sx Class C w/ 2% CaCl + 1/4#/sx cello-flake. Plug down at 6:08, 3/8/07. 145 sacks of cement were circulated to the pit.

Before drilling out of the 8 5/8" casing, the BOP was tested OK with the rig pumps to 700 psi.

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

Phelps White

Title President

Signature

Date 3/12/07

ACCEPTED FOR RECORD

MAY 21 2007

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
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.	Office	

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)