Form £160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

OCD-ARTESIA

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 re enter an abandoned well. Use Form 3160-3 (APD) for such proposals. | | 5. Lease Senal No. NM-25865 |
|--|-------------------------------|---|
| | | 6. If Indian, Allottee or Tribe Name |
| SUBMIT IN TRIPLICATE - Other instructions on reverse side | | 7 If Unit or CA/Agreement, Name and/or No |
| 1 Type of Well Oil Well AUG 0 2 2007 | | 8. Well Name and No. |
| 2. Name of Operator | | Eng TX Federal #2 |
| | CD-ARTESIA | 9 API Well No |
| 5d 7dd153 | e No (include area code) | 30-015-26189 |
| 105 S. 4th Str., Artesia, NM 88210 505-748-1471 4 Location of Well (Footage, Sec., T, R, M., OR Survey Description) | | 10 Field and Pool, or Exploratory Area Wildcat Wolfcamp |
| 660'FSL & 1980'FWL of Section 26-T19S-R24E (Unit N, SESW) | | 11. County or Parish, State Eddy County, New Mexico |
| 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | |
| TYPE OF SUBMISSION TYPE OF ACTION | | |
| | | |
| Acidize | | (Start/Resume) Water Shut-Off |
| Notice of Intent Alter Casing | Fracture Treat Reclamation | Nell Integrity |
| X Subsequent Report Casing Repair | New Construction X Recomplete | Other |
| Change Plans | Plug and Abandon Temporarily | y Abandon |
| Final Abandonment Notice Convert to Injection | Plug Back Water Disp | osal |
| 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 filled once testing has been completed. Final Abandonment Notices shall be filled only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) 5/3/07 Set a CIBP at 7583' with 35' cement on top. 5/4/07 Perforate Wolfcamp 6032'-6034' (6), 6162'-6180' (38), 6318'-6322' (10), 6354'-6358' (10), 6364'-6368' (10) and 6414'-6430' (34). Acidize with 5000g 20% IC acid and 100 balls. 7" AS-1 10K packer with 2.25" on/off tool at 5968'. | | |
| NOTE: These perforations should have been Wolfcamp according to the original completion report. They were incorrectly called Cisco on the Notice of Intent submitted on 3/28/07. APPROVED JUL 2 9 2007 JAMES A AMOS SUPERVISOR-EPS | | |
| 14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) | | |
| Tina Huerta | Title Regulatory Compl | iance Supervisor |
| Signature (Sina) Limita | Date May 9, 2007 | |
| 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 | | |
| 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 | | |