

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.***SUBMIT IN TRIPLICATE- Other instructions on reverse side.**1 Type of Well
☒ Oil Well ☐ Gas Well ☐ Other2 Name of Operator
BEPCO, L. P.3a Address
P. O. Box 2760 Midland, TX 797023b Phone No (include area code)
432-683-2277

4 Location of Well (Footage, Sec., T., R., M., or Survey Description)

NENW, 810' FNL & 1420' FWL, Sec 30, T24S, R30E

MAY - 6 2008

OCD-ARTESIA

5 Lease Serial No

NMLC 069627A

6 If Indian, Allottee or Tribe Name

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

NMMN 71016

8 Well Name and No

Polar Lake Unit #240

9 API Well No

30-015-35843

10 Field and Pool, or Exploratory Area

Nash Draw (Dela, BS Avalon Sd)

11 County or Parish, State

Eddy Co., New Mexico

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 recompleat 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 recompleat 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.)

Spud well on 4/8/08. Drill 12-1/4" hole to 721'. Ran 17 jts 8-5/8", 32#, J-55, 8rd, LTC csg set at 721'. Cemented with 220 sx Class C + 4.0% D020 + 2.0% S001 + 0.2% D046 (wt 12.9, yld 1.98) followed by 210 sx Class C + 2% S001 + 0.125 pps D130 (wt 14.8, yld 1.35). Displace with 38.9 bbls FW. Pumped 136 sx to surface. WOC 26.25 hrs. Tested csg to 1000 psi - held ok. Drilled 7-7/8" hole to 7428'. Ran 149 jts 5-1/2", 15.5#, J-55, 8rd, LTC and 22 jts 5-1/2", 17#, J-55, 8rd, LTC, and 14 jts 5-1/2", 20#, P-110, 8rd, LTC; set at 7427'. Pumped cement in two stages. Stage 1: 350 sx CemCrete + 0.2% D046 + 1.0% D153 + 0.2% D800 + 0.125% D130 + 0.07 pps Cemnet (wt 10.5, yld 2.28). Displace w/60 bbls FW followed by 110 bbls mud. Bumped plug w/1520 psi - floats held. Open DV tool and circ for 4.5 hrs. Circ 95 sx to reserve pit. Pumped Stage 2: 1200 sx CemCrete + 0.2% D046 + 0.3% D065 + 1.0% D153 + 0.2% D800 + 0.125 pps D130 + 0.07 pps Cemnet (wt 10.2, yld 2.64) followed with 45 sx CemCrete + 0.2% D046 + 0.3% D065 + 1.0% D153 + 0.2% D800 + 0.125 pps D130 (wt 10.5, yld 2.28) tail. Displace with 117 bbls FW. Bumped plug with 2235 psi - held. Displace with 117 bbl FW. Pumped 250 sx to surface. Rig released on 4/23/08.

DV Tool @ ?

- 14 I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Annette Childers

Title Administrative Assistant

Signature

Annette Childers

Date

4-29-08

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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

MAY 3 2008

J. Anos

Title 18 USC Section 1001 and Title 43 USC Section 1212, make it a crime for any person knowingly and willfully to make to any Federal department or agency, or to any State any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

(Instructions on page 2)

Accepted for record - NMLC