

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB No 1004-0137
Expires July 31, 2010



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.

5. Lease Serial No.
NMLC0067132

6. If Indian, Allottee or Tribe Name
N/A

SUBMIT IN TRIPLICATE – Other instructions on page 2.

1. Type of Well

☐ Oil Well

☒ Gas Well

☐ Other

JUN 10 2008

2. Name of Operator

Murchison Oil & Gas, Inc.

OCD-ARTESIA

3a. Address

1100 Mira Vista Blvd.
Plano, TX 75093-4698

3b. Phone No. (include area code)

972-931-0700

7. If Unit of CA/Agreement, Name and/or No.
N/A

8. Well Name and No.
Mustang Federal Com #2

9. API Well No.
30-015-36025

10. Field and Pool or Exploratory Area
Turkey Track North Morrow

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
2310' FSL & 660' FEL, Unit I
Sec. 21, T18S, R29E

11. Country or Parish, State
Eddy Co., NM.

12. CHECK THE 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 Run 5-1/2" csg
	<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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Drilled 8-3/4" hole to a depth of 11,528' on 5/19/2008 @ 1600 Hrs. Ran 5-1/2" casing as follows:

1	Float Shoe	1'
2 jts	5-1/2" 17# P-110 LT&C	90'
1	Float Collar	1'
255 jts	5-1/2" 17# P-110 LT&C	11445'
		11537'

Set 5-1/2" casing @ 11,528'. Cemented with 880 SXS of Interfill "H" + 1/8 pps Poly-E-Flake + 5 pps Gilsonite at 11.5 ppg, 2.77 yield, 15.95 gps water. Tailed with 650 SXS of Super H + 0.5% Halad R 344 + 1/4 pps D-Air 3000 + 0.4% CFR-3 + 1.0 pps Salt + 5 pps Gilsonite + 1/8 pps Poly-E-Flake + 0.3% HR-7 at 13.2 ppg, 1.61 yield, 7.704 gps water. Displaced with 265 bbls of 7% KCL. Bump plug with 2746 psi. Plug down @ 4:15 Hrs. Floats held OK. ND BOP, set slips, cut csg., install WH and test to 5000 PSI. Held OK. Release rig @ 13:00 Hr. 5/21/2008.

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

A. Arnold Nall

Title

V P Operations

Signature

Date 05/23/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Office

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

(Instructions on page 2)

ACCEPTED FOR RECORD

Date JUN 8 2008

J. Amos

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

Accepted for record - NMOCD