Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR

Oil Cons. N.M. DIV-Dist. 2 1301 W. Grand Avenue Artesia, NM 88210

FORM APPROVED OMB No. 1004-0135 Expires November 30, 2000

BUREAU OF LAND MANAGEMENT Lease Serial No. NMNM 0477614 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side RECEIVED Type of Well Oil Well A Gas Well Other Well Name and No. DEC - 4 2003 Midwest Federal #1 Name of Operator OCD-ARTESIA 9. API Well No. Concho Resorces Inc. 30-005-60287 3a. Address 3b. Phone No. (include area code) (432)683-7443 550 W. Texas Ave., Suite 1300 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FSL & 1980' FEL of Section 23, T10S, R29E Sand Ranch Morrow 11. County or Parish, State **Chaves County New Mexico** 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Acidize □ Deepen ☐ Production (Start/ Resume) Water Shut-Off ☐ Notice of Intent Alter Casing ☐ Fracture Treat Reclamation Well Integrity Other Change of Subsequent Report Casing Repair New Construction Recomplete Operator Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection ☐ Plug Back Water Disposal 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 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.) This is to advise you that effective August 1, 2003, Concho Resources Inc. will assume the role of opperator of the referenced well and lease. Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by Concho Resources Inc. under their State-wise bond, BLM Bond No. RLB0002802. They will be responsible for compliance under the lease terms and conditions for that portion of the lease associated with this notice. LINDA A. ASKWIG **BUREAU OF LAND MANAGEMENT** ROSWELL FIELD OFFICE 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) E. J. Wright Vice-President - Operations Date Signature 10-15-01 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Date Conditions of approval, if any, are attached. Approval of this notice does not warrant or Office certify that the applicant holds legal or equitable title to those rights in the subject lease

Title 18 U.S.C. Section 1001, makes 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.

which would entitle the applicant to conduct operations thereon.