

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.

SUBMIT IN TRIPLICATE - Other instructions on page		RECEIVED FEB 22 2010	5. Lease Serial No. NM NM 98807
1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		2. Name of Operator MURCHISON OIL & GAS, INC.	6. If Indian, Allottee or Tribe Name N/A
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
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 990' FSL & 200' FEL, UNIT P SEC 25, T16S, R27E		8. Well Name and No. CARBON VALLEY 25 FED COM #6H	9. API Well No. 30-015-37395
		10. Field and Pool or Exploratory Area DOG CANYON; WOLFCAMP	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 Spud & Run 9-5/8" Casing
	<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 must 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 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.)

Spud well @ 2:30 pm on 1/1/2010 with 12-1/4" hole and drill to 1125'. Run 9-5/8" as follows:

1	Float Shoe	1"
1 Jt.	9-5/8" 36# J-55 ST&C	43'
1	Float Collar	1'
25 Jts.	9-5/8" 36# J-55 ST&C	1083'
		1127'

Set casing @ 1125'. Cement - Lead w/ 350 SXS Econocem-HCL w/ 3% salt + 2% CaCl - 12.9 ppg, 1.84 yield, WR = 10.03. Tail w/ 220 SXS Halcem-C w/ 2% CaCl - 14.8 PPG, 1.35 yield, WR = 6.39. Plug down. Circ. 131 SXS to catch tank. WOC 2 Hrs. Cut off 9-5/8" csg, weld on wellhead. Test to 1400 psi. Held OK. Nipple up BOP and test to 1500 psi. Held OK. WOC total of 18-1/2 Hrs. Trip in hole w/ 8-3/4" bit and drill cement and float collar. Test pipe rams & casing to 1200 psi. Drill out casing shoe and resume drilling formation w/ 8-3/4" bit.

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

A. Arnold Nall

Title VP Operations

Signature

Date 01/23/2010

ACCEPTED FOR RECORD

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

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD 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)

D.S. 2/23/10