## FORM APPROVED OM B No 1004-0137 Expires: March 31, 2007 **UNITED STATES** JUN 10 2010 DEPARTMENT OF THE INTERIOR NMOCD ARTESIANDRY NOTICES AND REPORTS ON WELLS 5. Lease Serial No NM14768-A 6. If Indian, Allottee or Tribe Name not use this form for proposals to drill or to re-enter an 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. Type of Well ✓ Gas Well □□ 8 Well Name and No. 2 Name of Operator Finley Resouces, Inc. Reeves Federal #1 API Well No. 30-015-21257 3a Address 3b. Phone No. (include area code) PO Box 2200, Fort Worth, TX 76113 817-336-1924 10. Field and Pool, or Exploratory Area Carlsbad Wolfcamp 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11 County or Parish, State 661' FNL & 1980 FEL of Section 35 - 21N - 27E Eddy, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Alter Casing Well Integrity Fracture Treat Reclamation Casing Repair New Construction Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back 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 recomplete 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 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.) 1. Shut in to evaluate for potiential TA status. APPROVED Attar 9-8-10 the well must be online /s/JD Whitlock J or plans to P & A must be submitted. BUREAU OF LAND MANAGEMENT Accepted for record CARLSBAD FIELD OFFICE Well 57 5/2008 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Robert Howell Title Western District Manager

Robert Howell

Title Western District Manager

Signature

Date

O5/05/2010

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 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)