

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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AUG 24 2010
NMOCD ARTESIA

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

NM-105211

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 2.

1 Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		6. If Indian, Allottee or Tribe Name N/A
2. Name of Operator MURCHISON OIL & GAS, INC.		7 If Unit of CA/Agreement, Name and/or No. N/A
3a. Address 1100 MIRA VISTA BLVD PLANO, TX 75093	3b Phone No (include area code) 972-931-0700	8. Well Name and No PEQUENO MIKE BLU FEDERAL #2H
4. Location of Well (Footage, Sec., T.R.M., or Survey Description) SHL: 1900' FSL & 200' FWL, SEC 2, T16S, R29E, UNIT L, NWSW BHL: 2270' FSL & 330' FWL, SEC 3, T16S, R29E, UNIT L, NWSW		9. API Well No 30-015-37059
		10 Field and Pool or Exploratory Area WILDCAT; WOLFCAMP
		11 Country or Parish, State EDDY, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

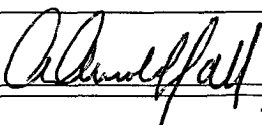
TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> 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 7" 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.)

Run 7" casing on 7/18/10 as follows:

1	2-7/8" Bull Nose Shoe	1'
5 Jts.	2-7/8" 6.5# L-80 tbg	160'
20 Jts.	2-7/8" 1.27# SP8- 2K Fiberglass tbg	577'
1	Aluminum XO 2-7/8" EUE x 7" LTC	1'
1	7" Collar HCP-110	1'
1	Float Collar	1'
1 Jt.	7" 26# HCP-110	44'
1	Float Collar	1'
152 Jts.	7" 26# HCP-110	6539'
TOTAL		7325'

Set 7" casing at 6575'. Cement - Lead w/ 1060 SXS Econochem-HLC w/ 3% salt + 5 PPS Gilsonite mixed @ 12.9 PPG, 1.83 yield, 9.2 GPS water. Tail w/ 560 SXS HalCem-H + 0.8% CFR-3 mixed @ 17 PPG, 1.00 yield, 3.9 GPS water. Circ 150 BBLS cement to catch tank. Bump plug w/2600 psi; float equipment held. Cut off 7" casing. Install wellhead "B" section. Nipple up BOP & test to 250 psi low & 5000 psi high. Test annular to 250 psi low & 3000 psi high. Held OK. WOC 20 hrs. Trip in hole with 6-1/8" bit and drill cement from 6510' - 6530'. Test casing to 1200 psi - OK. Finish drilling cement, both float collars & X-over. Total WOC time was 24 hrs.

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) A. Arnold Nall		Title Vice President Operations	ACCEPTED FOR RECORD AUG 19 2010 /s/ Roger Hall BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE
Signature 		Date 07/20/2010	

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	

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

Handwritten initials