

New Mexico Oil Conservation Division, District I
UNITED STATES 1625 N. French Drive
DEPARTMENT OF THE INTERIOR Hobbs, NM 88240
BUREAU OF LAND MANAGEMENT HOBBS OGD

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.
NM0145685

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2. RECEIVED

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

1. Type of Well

☐ Oil Well ☐ Gas Well ☒ Other WIW

2. Name of Operator
EOR Operating Company Inc.

8. Well Name and No.
Horton Federal #38 WIW

3a. Address
200 N. Loraine, Suite 1440 Midland TX. 79701

3b. Phone No. (include area code)
432.687.0303

9. API Well No.
30-041-20821

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
H-30-08S-35E 1700 FNL / 920 FEL

10. Field and Pool or Exploratory Area
Milnesand - San Andres

11. Country or Parish, State
Roosevelt 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 checked="" type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input checked="" type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<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.)

Well had casing leak @ 2228 ft in 5 1/2" casing

Perforated @ 2288' / pumped 50 sacks class C cement @ 1 b/m rate @ 1600 psi / drilled out from 2208' to 2305'

Set new 2 3/8 X 5 1/2 Arrow Set pkr @ 4560' - tested backside @ 500 psi for 30 minutes - good chart

Request BLM/RFO witness of Mechanical Integrity Test on 4/28/2011 *Not Sufficient*
(8 5/8-412' / 5 1/2-4805' / Perfs - 4660-4740' / TD-4805 / PBD-4756)

Accepted For Record Only! No Approval Can Be Granted Without Proper Notification Of The BLM Roswell Field Office At Least 24 Hours Prior To The Scheduled Mechanical Integrity Test (MIT). For Wells In Chaves And Roosevelt County. Call (575) 627-0205 Or After Office Hours Call (575) 420-2832 An Original Or Clear Copy Of The Pressure Test Chart Must Also Be Submitted With The Subsequent Report To Get Any Approval

**SUBJECT TO
APPROVAL
BY NM OGD**

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

Andy Chalker

Title Operations Manager

Signature

Andy Chalker

Date 04/21/2011

ACCEPTED FOR RECORD **THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

DAVID R. GLASS

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 thereunder.

Office

Title 18 U.S.C. Section 1001 and 1003, and 18 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)

SEP 13 2011