

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

HOBBS
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FORM APPROVED
OMB No 1004-0135
Expires January 31, 2004

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.

OCT 04 2011

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1 Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Serial No NM-112275
2. Name of Operator Manzano, LLC	6 If Indian, Allottee or Tribe Name
3a. Address P.O BOX 2107, ROSWELL, NM 88203	7 If Unit or CA/Agreement, Name and/or No
3b. Phone No (include area code) 575-623-1996	8 Well Name and No. QUEENIE "15" FED 1H
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SURFACE: 200 FSL & 795 FWL, SEC 14-T20S-R32E	9. API Well No. 30-025-40230
	10 Field and Pool, or Exploratory Area SALT LAKE DELAWARE
	11 County or Parish, State LEA, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 type="checkbox"/> Subsequent Report	<input checked="" 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 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 shall 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 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.)

We would like to change the setting depth on our 9 5/8" intermediate from 2850' to 3450' which is 50' away from the top of the Capitan Reef. We have reviewed the Yates Pet Belco wells which are in the same section as we are and saw that they encountered lost circulations zones between 2800' and 3400'. These zones are probably salt and sand stringers and it would be conducive to cover them with the 9 5/8" casing. We would still circulate cement and dependent upon hole conditions at td, would like to have the option to run a 2 stage job. *Submit sundry with 2 stage information*

9 5/8", 36 LB/FT new, J-55 casing, LT & C FROM 0' - 3450' in 12 1/4" hole. Cement with 700 sacks Class C, 35/65 poz with 4% bentonite +1% sodium metasilicate + celloflake + 2 lb/sk gilsonite and tail in with 200 sacks Class C with 2% CaCl2. 50% excess in open hole.

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

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

Paul Ragsdale

Title **Operations Engineer**

Signature

Paul Ragsdale

Date

9-22-2011

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

Office

APPROVED

SEP 30 2011

/s/ Chris Walls

**BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE**

Title 18 USC Section 1001 and Title 43 USC 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)

OCT 05 2011

**Queenie 15 Fed 1H
30-025-40230
Manzano LLC
September 30, 2011
Conditions of Approval**

The 9-5/8" salt protection string must be set 100-600' below the salt to comply with R-111-P Potash order, which limits the maximum setting depth to 3250'. The casing can be set below the Yates sand within the interval of 3100' to 3250'.

CRW 093011