

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

HOBBS OCD

OCD Hobbs

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 recomplete an abandoned well. Use Form 3160-3 (APD) for such proposals.

FEB 23 2012

5. Lease Serial No.
NMNM111801X

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☐ Oil Well ☐ Gas Well ☒ Other All EKPSU Wells

2. Name of Operator
Seely Oil Company

3a. Address
815 W. 10th St
Ft. Worth, TX 76102

3b. Phone No. (include area code)
817-332-1377

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

8. Well Name and No.
see below

9. API Well No.
see below

10. Field and Pool or Exploratory Area
EK-Yates-SR-Queen

4. Location of Well (Footage, Sec., T, R., M., or Survey Description)

11. Country or Parish, State
Lea County, NM

12. CHECK THE 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 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 Approval for |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | water disposal |
| | <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.)

Seely Oil Company requests water disposal approval on the following wells. A copy of the OCD approved waterflood project Order of Division is also attached. Seely respectfully requests that the BLM make the approval retroactive to the January 9, 2003 date on the Order of Division.

EKPSU #101 - 30-025-39098
EKPSU #122 - 30-025-02345
EKPSU #127 - 30-025-01636
EKPSU #201 - 30-025-01646
EKPSU #202 - 30-025-02373
EKPSU #203 - 30-025-02374
EKPSU #205 - 30-025-02375
EKPSU #206 - 30-025-31049
EKPSU #210 - 30-025-35753
EKPSU #401 - 30-025-27759
EKPSU #402 - 30-025-29038
EKPSU #501 - 30-025-27434

EKPSU #701 - 30-025-37572
EKPSU #802 - 30-025-24939
EKPSU #901 - 30-025-34880

Total water produced by POWs was 1898 bbls and by injection wells was 33979 bbls for the month of July 2011.
Total water produced by POWs was 1627 bbls and by injection wells was 32851 bbls for the month of Aug 2011.

No Permit on
File for well #701

Reject by BLM
EPB

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

David L. Henderson

Title Executive Vice President

Signature

Date 10/21/2011

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

(Instructions on page 2)

FEB 29 2012