Form 3160-5 (March 2012)

## **UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-entered

New Mexico Oil Conservation Division, District ! 1625 N. French Drive HOBBS OCD obbs, NM 88240 APPROVED

6. If Indian, Allottee or Tribe Name

NMNM15677A

SEP 1 7 2012

OMB No 1004-0137 Expires October 31, 2014

5 Lease Serial No.

| abandoned well. U  | Jse Form 3160-3 (A   | PD) for such proposal            | ls.                                      |                                       |  |
|--|----------------------|----------------------------------|--|---------------------------------------|--|
| SUBMIT IN TRIPLICATE – Other instructions on page 2.                                       |                      |                                  | 7. If Unit of CA/Agre                    | ement, Name and/or No                 |  |
| 1. Type of Well  | <del></del>          |                                  |  |                                       |  |
| Oil Well Gas Well Other  |                      |                                  | 8 Well Name and No<br>Strange Federal No |                                       |  |
| 2 Name of Operator<br>Cross Border Resources, Inc.   |                      | ,                                | 9. API Well No<br>30-005-20719           |                                       |  |
| 3a. Address  |                      | 3b. Phone No. (include area co   | de) 10 Field and Pool or                 | 10 Field and Pool or Exploratory Area |  |
| 2515 McKinney Avenue Suite 900<br>Dallas, Texas 75201                                      | ,                    | 214.871.0400 Tomahawk-San Andres |  | dres                                  |  |
| 4 Location of Well (Footage, Sec., T.,R,M., or Survey Description) Section 25, T-7S, R-31E |                      |                                  | 11 County or Parish,                     | State                                 |  |
|  |                      |                                  | Chaves County, NN                        | 1                                     |  |
| 12 CHECK   | C THE APPROPRIATE BO | OX(ES) TO INDICATE NATUR         | E OF NOTICE, REPORT OR OTH               | IER DATA                              |  |
| TYPE OF SUBMISSION   | TYPE OF ACTION       |                                  |  |                                       |  |
| ✓ Notice of Intent   | Acidize              | Deepen                           | Production (Start/Resume)                | Water Shut-Off                        |  |
|  | Alter Casing         | Fracture Treat                   | Reclamation                              | Well Integrity                        |  |
| Subsequent Report  | Casing Repair        | New Construction                 | Recomplete                               | Other Change of Operator              |  |
|  | Change Plans         | Plug and Abandon                 | Temporarily Abandon                      |                                       |  |
| Final Abandonment Notice   | Convert to Injection | Plug Back                        | Water Disposal                           |                                       |  |

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 must 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 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)

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof.

As required by 43 CFR 3100.0-5(a) and 43 CFR 3162.3, we are notifying you of change of operator on the above referenced lease.

We as new operator, accept all applicable terms, conditions, stipulations and restrictions concerning operations conducted on the lease or portion of the lease described. We meet all Federal bonding requirements as follows (43 CFR 3104):

Bond Coverage: Letter of Credit No. B004526

BLM Bond File No.: NMB000546 Bond Amount: \$25,000 Bond Type: Oil & Gas

The effective date of change is July 27, 2012

| 14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)  Alan W. Barksdale |                 |
|--|-----------------|
| Nan W. Barksdale   | Title Chairman  |
| Signature Wa W Bohdl   | Date 08/06/2012 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| APPROVED ISI DAVID R. GLASS   | PETROLEUM ENGINEER    | SEP : 7 2012,        |  |
|---|-----------------------|----------------------|--|
| Considerable of approval, if any, are attached. Approval of this notice does not warrant or certify | Office , ROSWELL FIEL | ROSWELL 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)

SEP 1 8 2012