

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

1625 N. French Drive Hobbs, NM 88240 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.

HOBBS OFFICE

5. Lease Serial No. NM 02218
6. If Indian, Allottee or Tribe Name
7. Unit or CA/Agreement, Name and/or No.
8. Well Name and No. El Zorro E Federal #1
9. API Well No. 30-041-20423
10. Field and Pool, or Exploratory Area Allison; San Andres, East
11. County or Parish, State Roosevelt Co. NM

SUBMIT IN TRIPLICATE - Other instructions on page 2

SEP 30 2013

RECEIVED

1. Type of Well [X] Oil Well [ ] Gas Well [ ] Other
2. Name of Operator Halcon Holdings, Inc.
3a. Address 5100 E Skelly, Ste 650, Tulsa, OK 74135
3b. Phone No. (include area code) 918-663-2800
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FSL & 1980' FEL Sec. 28, T-8-S, R-37-E

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

Table with columns TYPE OF SUBMISSION and TYPE OF ACTION. Includes checkboxes for Notice of Intent, Subsequent Report, Final Abandonment Notice, Acidize, Deepen, Production (Start/Resume), Water Shut-Off, etc.

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 recompleate 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 recompleation 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 reclamantion, have been completed, and the operator has determined that the site is ready for final inspection.)

Lat: 33.5868714 Long: 103.1559160

07/22/13 MIRU plugging equipment. POH w/ rods. ND well head. NU BOP. 07/23/13 POH w/ tbg. RIH w/ gauge ring to 4900'. RIH and set CIBP @ 4800'. Circulated hole w/ mud laden fluid. Spotted 25 sx cement on top of plug 4800-4553. POH to 2368. Pressured tested csg. Held 500 psi. Spotted 40 sx cement @ 2368-1973. POH w/ 1500' of tbg. 07/24/13 Tagged plug @ 1968'. POH. Perf'd csg @ 421'. Set packer @ 126'. Sqz'd 50 sx cement w/ 2% CACL and displaced to 321'. WOC. Tagged plug @ 290'. POH. Perf'd csg @ 60'. 07/25/13 Sqz'd 25 sx cement and circulated to surface. Rigged down and moved off. 08/05/13 Moved in welder and backhoe. Dug out cellar. Installed Dry Hole Marker, Covered marker three feet below ground. Backfilled cellar and leveled. Removed dead men and cleaned location. Moved off. (Robert Hoskenson w/ BLM notified).

RECEIVED 2013 SEP - 6 10:11 AM BUREAU OF LAND MANAGEMENT ROSWELL OFFICE

14. I hereby certify that the foregoing is true and correct.

Name (Printed/Typed) Stephen J. Milinichik Title Sr. Operations Engineer
Signature [Signature] Date September 5, 2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by [Signature] Title PETROLEUM ENGINEER Date SEP 26 2013
Office ROSWELL FIELD 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)

APPROVED FOR 6 MONTH PERIOD ENDING FEB 05 2014

APPROVED AS TO PLUGGING OF THIS WELL BORE. LIABILITY UNDER BOND IS RETAINED UNTIL SURFACE RESTORATION IS COMPLETED

W.R.