

HOBBS OGD
DEC 09 2013

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

~~SECRET~~
OCD
Hobbs

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

RECEIVED
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.
NMLC063798

6. If Indian, Allottee or Tribe Name

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

8. Well Name and No.
RED HILLS AGI 1

9. API Well No.
30-025-40448-00-X1

10. Field and Pool, or Exploratory
AGI

11. County or Parish, and State
LEA COUNTY, NM

1. Type of Well
 Oil Well Gas Well Other: INJECTION

2. Name of Operator
AGAVE ENERGY COMPANY
Contact: MICHAEL W SELKE
E-Mail: mselke@geolex.com

3a. Address
105 S FOURTH ST
ARTESIA, NM 88210
3b. Phone No. (include area code)
Ph: 505-842-8000
Fx: 505-842-7380

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 13 T24S R33E NESE 1600FSL 150FEL

12. CHECK 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 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 checked="" 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 recomplate 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 recompletion 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.)

The 7-inch production casing for Agave Red Hills AGI #1 was set at 6,650 feet at 10:00 on November 11, 2013. The BLM was notified at 07:30 that cementing would begin that afternoon and BLM did not come out to witness. Cementing of the production casing utilizing the packer stage tool set at 5,539 feet began at approximately 14:30. The first tage of cement (100% Evercrete) was completed at 16:00 with 1/2 barrel of cement returned to the packer stage tool. The second stage of cement (standard cement lead with Evercrete tail) was completed at 20:30 and returned 1 1/2 barrels of cement to the surface. Displacement was completed with corrosion inhibited packer fluid which will remain in the casing until completion of the well. The nightcap was installed on November 11, 2013.

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

**Electronic Submission #226978 verified by the BLM Well Information System
For AGAVE ENERGY COMPANY, sent to the Hobbs
Committed to AFMSS for processing by KURT SIMMONS on 12/04/2013 (14KMS2770SE)**

Name (Printed/Typed) MICHAEL W SELKE	Title GEOLOGIST, CONSULTANT TO AGAVE
Signature (Electronic Submission)	Date 11/15/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	EDWARD FERNANDEZ Title PETROLEUM ENGINEER	Date 12/04/2013
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 Hobbs

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

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