

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

1625 N. French Drive
Hobbs, NM 88240

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

H.L. Brown Operating L.L.C.

OGRID #213179

3a. Address

300 W. Louisiana, Midland, Texas 79702

3b. Phone No. (include area code)

432 - 688 - 3726

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

1980' FSL & 1330' FWL

Unit K, Sec 4, T-8-S, R-37-E

5. Lease Serial No.

NM 021097A

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Federal C #2

9. API Well No.

30 - 041 -20910

10. Field and Pool, or Exploratory Area

Bluitt Wolfcamp

11. County or Parish, State

Roosevelt County, NM

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

TYPE OF SUBMISSION

TYPE OF ACTION

☐ Notice of Intent

☒ Subsequent Report

☐ Final Abandonment Notice

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☒ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☐ Other set 5-1/2"

production casing

3. 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.)

Notice of Setting Production Casing.

09-01-06: TD 7-7/8" hole at 8810' in the granite wash at 10:00 AM MST on 08-31-06. Circulated hole for three hours and TOH for logs. RU Weatherford (Computalog), RIH and tagged TD at 8808'. Ran GR, dual laterolog/MLL and compensated neutron/Pe Density from TD to the intermediate shoe. Ran GR/Neutron to the surface.

09-02-06: TIH with the drill pipe and collars to TD and circulated for one hour. RU laydown truck and LD drill pipe and 6" collars. RU the casing crew and ran 5-1/2", 15.5# / 17#, J-55 / N-80 casing. Set casing at 8703' and ran 25 centralizers.

09-03-06: RU BJ Services, pumped 800 sx "H" 50:50 lead at 11.8 PPG and 2.45 yield. Tailed in with 400 sx "H" with FLA at 15.6 PPG and 1.18 yield. Displaced with fresh water and bumped the plug at 7:15 AM MST on 09-02-06. WOC, ND the BOP, set the slips and cut off the casing. NU the wellhead and cleaned the steel pits. Released the rig and started rigging down. Ran a temp survey and found the cement top at 1300' from the surface.

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

Name (Printed/Typed)

Robert McNaughton

Title Operations Manager/ Petroleum Engineer

Signature

Date

9-21-06

ACCEPTED FOR RECORD

SEP 25 2006

GARY GOURLEY
PETROLEUM ENGINEER

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature)

Name

(Printed/Typed)

Title

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

Date

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.

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