

New Mexico Oil Conservation Division, District I
1025 N. French Drive
Hobbs, NM 88240

Form 3160-5
(April 2004)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

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 <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NM-0142233 |
| 2. Name of Operator United Heritage New Mexico Corp | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address 200 N. Lorraine, Ste. 400, Midland, TX 79701 | 3b. Phone No. (include area code) 432-686-2618 | 7. If Unit or CA/Agreement, Name and/or No. |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FNL & 1980' FEL, Unit G, Sec 8, T-8-S, R-30E | | 8. Well Name and No. Cato San Andres #38 |
| | | 9. API Well No. 30-005-20099 |
| | | 10. Field and Pool, or Exploratory Area CATO SAN ANDRES |
| | | 11. County or Parish, State Chaves Co., NM |

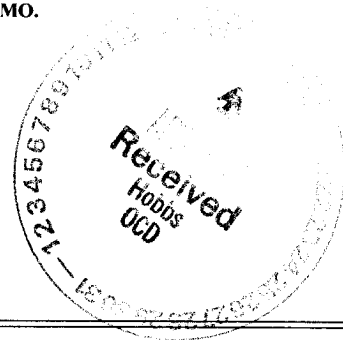
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| 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.)

12/20/06 - MIRU unhang well, RU to pull rods. SDON.

12/21/06 - POOH w/rods parted, 6 rods down 3/4 body break. RIH w/fishing tool, catch fish. POOH w/ rods and pump. PU new pump, RIH, change out top 6 rods, seated pump and space out. Loaded tbg, good pump action, hang well on. RDMO.



| | | | |
|--|--|---------------------------------|------|
| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Jesse K. Lawson | | Title Petroleum Engineer | |
| Signature <i>Jesse K. Lawson</i> | | Date 04/03/2007 | |
| ACCEPTED FOR RECORD FOR FEDERAL OR STATE OFFICE USE | | | |
| Approved by /S/ DAVID R. GLASS | | 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 48 U.S.C. Section 1901 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)

GWW