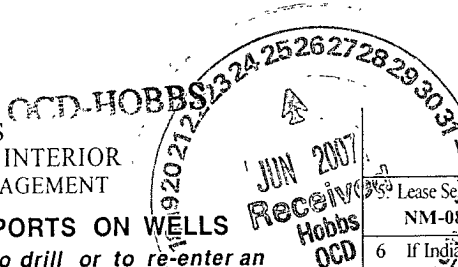


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT



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-086
2. Name of Operator Armstrong Enrgy Corporation		6. If Indian, Allottee or Tribe Name
3a. Address P.O. Box 1973, Roswell, NM 88202	3b. Phone No. (include area code) 505-625-2222	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Unit N, 990' FSL & 1650' FWL, Sec. 25-T19S-R34E		8. Well Name and No Superior Federal #6
		9. API Well No. 30-025-21745
		10. Field and Pool, or Exploratory Area Pearl Queen
		11. County or Parish, State Lea County, 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 checked="" 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 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 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.)

5-14-07 P.O.H. with pump, rods and tubing. L.D. 3000' of bad tubing with pits and wear.

5-15-07 P.U. 84 joints of new tubing, test tubing to 5000 psi above slips. Set RBP at 4776' and packer at 4470', test RBP at 500 psi, O.K.

Tested annulus to 500 psi, O.K. S.D.O.N.

5-16-07 S.I.C.P. 0 psi. No build-up overnight. T.I.H. with 5001.57' tubing, with TAC at 4639.88', SN at 4965.17'. S.D.O.N.

5-17-07 R.I.H. with pump and 3/4" rods. Started pumping at 12.5 SPM, 62" stroke, 1 1/2" pump. Started pumping.

5-19-07 F.L. at 85 joints, C.P. 20 psi, 156 joints in well, 2272' cover.

5-29-07 F.L. at 135 joints, 668' cover, well is pumping down.

Increased water production is coming from the producing interval. Possibly from the Mescalero Queen Waterflood.

Water analysis: Na 30,497 mg/L, Ca 13,173 mg/L, Mg 24,364 mg/L, K 2,175 mg/L, Cl 142,956 mg/L, SO4 838 mg/L, CO3 0 mg/L, HCO3 68.3 mg/L, ph 6.35, TDS 229,802

Returned well to production at 25% pump time.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Bruce A. Stubbs		Title Vice President - Operations
Signature 	Date 06/14/2007	

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by 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.	Title Office	Date JUN 20 2007 WESLEY W. INGRAM PETROLEUM ENGINEER
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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.

GWW