

Form 3160-3
(September 2001)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

FORM APPROVED
OMB No 1004-0135
Expires: January 31, 2004

MAY 06 2008

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 OCD

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well
☒ Oil Well ☐ Gas Well ☒ Other

2. Name of Operator
Merit Energy Company

3a. Address
13727 Noel Rd. Ste. 500, Dallas, TX 75240

3b. Phone No. (include area code)
972-628-1467

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
660' FNL & 990' FWL; Sec 35, T-19-S, R-34-E

5. Lease Serial No
NM-052

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No
NM70989C

8. Well Name and No.
Mescalero Ridge 14

9. API Well No.
30-025-21613

10. Field and Pool, or Exploratory Area
Pearl (Queen), Seven Rivers

11. County or Parish, State
Lea, 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

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.)

1.) Tag top of existing CIBP @ 4,490', POOH w/ thg. RIH w/ CIBP & thg to 3,980' set BIBP @ 3,980 circ mud & mix pump 25sx cmt plug on top of CIBP. POOH w/ thg, RUWL & perf gun RIH, perf sqz holes @ 3,395', POOH & RDWL. RIH w/ pkr & thg to 3,300' set pkr est inj rate - pressure up to 1200# & held. POOH w/ thg & pkr SDFN.

2.) Mix & pump 35sx cmt plug @ 3,450. POOH & WOC 4 hours, RIH w thg & tag top of cmt plug @ 3,288', POOH w/ thg RUWL & perf gun. perf & sqz @ 1,975' POOH & RDWL, pu pkr & RIH w/ pkr & thg to 1,700' set pkr est inj rate - pressure up to 1300# & hold. Mix & pump 35sx cmt plug @ 2,025 POOH w/ thg & WOC 4 hours RIH w/ thg & tag top of cmt plug @ 1,748' POOH lay down thg RUWL & perf gun RIH & perf sqz @ 225' back to surf. Dig out & cut off wellhead 3' BGL weld on steel plate & dry hole markers.

ACCEPTED FOR RECORD

MAY 2 2008

J. Amos

14 I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Kristin Hodge

Title Regulatory Analyst

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

Signature

Kristin Hodge

Date

04/28/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Chris Williams

OC DISTRICT SUPERVISOR/GENERAL MANAGER

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 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)