

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

FORM APPROVED  
OMB No. 1004-0137  
Expires: July 31, 2010

**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.  
LC 032581A

6. If Indian, Allottee or Tribe Name

**SUBMIT IN TRIPLICATE – Other instructions on page 2.**

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator  
SOUTHEAST ROYALTIES, INC.

3a. Address  
6 DESTA DRIVE, STE 2100  
MIDLAND, TEXAS 79705

3b. Phone No. (include area code)  
432/688-3267

8. Well Name and No.  
SHOLES A #4

9. API Well No.  
30-025-09786

10. Field and Pool or Exploratory Area  
JALMAT TANSIL YATES 7RIVERS

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1980' FNL & 660' FEL, SECTION 24, T25S, R 36E, UNIT H

11. Country or Parish, State  
LEA / NEW MEXICO

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 RECLAMATION
	<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 recompleate 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

RECEIVED  
MAY 22 2008  
HOBBS OCD

P&A'D 4/11/08. Prepare to reclaim location.

- \* All pits and rat holes will be remediated, filled or leveled.
  - \* Steel marker over plugged wellbore with permanent identification.
  - \* Location leveled and all junk, equipment and anchors removed.
  - \* All environmental concerns addressed by BLM guidelines.
- File a FINAL ABANDONMENT REQUEST FOR FINAL INSPECTION.

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

Title OPERATIONS ASSISTANT

Signature

Date 04/21/2008

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

PETROLEUM ENGINEER

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)

Southwest Royalties, Inc.

NMLC032581A; Sholes A No. 4  
1980' FNL & 660' FEL  
Sec. 24, T25S-R36E  
Lea County, New Mexico

RE; Final Reclamation Procedures, Conditions of Approval

- ❖ Final reclamation actions will be completed within 6 months of well plugging (due 10/5/08).
- ❖ Remove all equipment, anchors, flowlines, power poles, anchors, debris, contaminants, and caliche (on the location and access road).
- ❖ If the reserve pit area has salts or other contaminants, a plan for remediation is to be submitted for approval.
- ❖ All disturbed areas, including roads, pipelines, pads, production facilities, and pit areas will be recontoured to the contour existing prior to initial construction or a contour that blends indistinguishably with the surrounding landscape.
- ❖ Original topsoil type should be redistributed over all disturbed areas, ripped and reseeded with seed mixture #3.
- ❖ Add erosion controls as needed. Place an earthen barricade across the road entrance coming off the main road.

Contact Jim Amos @ 505-234-5909 prior to start, prior to equipment removal and seeding. This is private surface, the private landowner is to be notified and concurrence obtained prior to start.

James A. Amos  
SEPS

5/17/08