

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

FORM APPROVED
OM B 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
☐ Oil Well ☐ Gas Well ☒ Other2. Name of Operator
ConocoPhillips Company (#217817)3a. Address 3b. Phone No. (include area code)
3300 N. "A" Street, Bldg. 6, Midland TX 79705 (432)688-6884

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

2622' FNL & 662' FEL
Sec. 25, UL "H", T-17-S, R-32-E

5. Lease Serial No.

LC-058697B

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

MCA #391

9. API Well No.

30-025-38853

10. Field and Pool, or Exploratory Area

Maljamar; Grayburg-San Andres

11. County or Parish, State

Lea
New Mexico

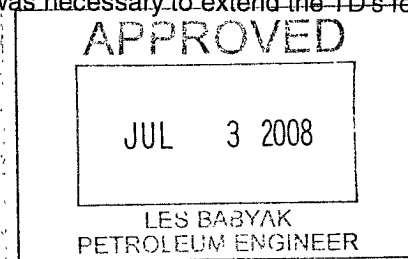
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| 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 type="checkbox"/> Other |
| | <input checked="" 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.)

Ref. Bond #ES0085

Referencing Application to Drill, approved by Carlsbad BLM office 04/09/08: Please accept the attached datasheet, amending the original Total Depth and Casing Points, for your files. This change was necessary to extend the TD's for rathole.

RECEIVED
JUL 08 2008
HOBBS OCD

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

Name (Printed/Typed)

Celeste G. Dale

Title Regulatory Specialist

Signature

Date 06/23/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Chris Williams

OC DISTRICT SUPERVISOR

SCL/GENERAL MANAGER

Date JUL 09 2008

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)

MCA 391

| Formation Tops and Planned Total Depth | |
|--|-------------|
| Formation Call Points | Top (ft MD) |
| Rustler | 1099 |
| Salado | 1318 |
| Grayburg | 3853 |
| Grayburg - 6U | 4082 |
| Grayburg - 6L | 4151 |
| San Andres | 4279 |
| San Andres - 7U | 4279 |
| San Andres - 7L | 4373 |
| San Andres - 9 | 4409 |
| Total Depth (minimum) | 4564 |
| Total Depth (maximum) | 4609 |

| Casing Depths | | |
|-------------------|---------------|---------------|
| String | Minimum Depth | Maximum Depth |
| Surface Casing | 1124 | 1169 |
| Production Casing | 4554 | 4599 |

Note: The Surface Casing and the Production Casing programs reflect an uncertainty of 45' in the setting depth for the shoe because that is the approximate length of a full joint of Range 3 casing. This range for the setting depth will allow us to drill the hole to fit the casing string based on how the tally comes out and will provide for the cementing head to be positioned at the rig floor for safety and efficiency in cementing operations. The casing will be set approximately 10 ft off bottom.