

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

AMENDED

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.

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		Case Serial No. NM LCO 54667
2. Name of Operator Xeric Oil & Gas Corp		6. If Indian, Allottee or Tribe Name
3a. Address 14781 Memorial Dr., Ste. 1754 Houston, TX 77079	3b. Phone No. (include area code) 813-786-0575	7. If Unit of CA/Agreement, Name and/or No. Crosby Deep Fusselman
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' from S line and 1980' from E line. 2 miles S Jal, Lea County NM Sect 33 T25S R37E Unit 5		8. Well Name and No. Crosby Deep #3
		9. API Well No. 30-025-11870
		10. Field and Pool or Exploratory Area Crosby Deep Fusselman
		11. Country or Parish, State Lea County, NM

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

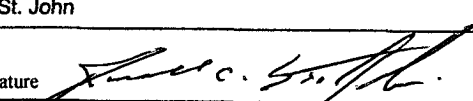
TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input checked="" type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<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 checked="" type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Possible plug back
	<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 recomplete 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 recompletion 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.)

PLEASE DISREGARD SIMILIAR NOTICE SENT BY MR. WALTER E. KING ON MAY 1, 2008. AS OF MARCH 1, 2008 HE HAS NO AUTHORITY TO ACT AS A XERIC AGENT AND DID SO WITHOUT APPROVAL. BELOW IS OUR SUBMISSION OF INTENT.

Well #3 has been evaluated and we can proceed with operation as soon as possible, we are waiting on reply of the call for a work over rig, ok for H2S, we have a zone at 8400' that calculates production, this zone apparently has not been shot in the up dip limit of this fault block. After your OK we would MIRU pulling unit, bleed well down, nipple uo BOP, unseat packer, trip out hole with string, run a strip log in hole, tag bottom, match up the two logs for perf & collars, then decide to either run a TDT neutron or just load hold and perf, as the results decide as to acidize or return to production. We also plan on running a slick gun (deep penetration) max perf.

* Return well to production by 11/7/08 or submit plans for abandonment.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Ronald St. John	Title Vice-President, Xeric Oil & Gas
Signature 	Date 08/19/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Office
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.		

APPROVED

Date SEP 7 2008

JAMES A. AMOS

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.

K2