FORMAPPROVED Form 3160 UNITEDSTATES OCD-HGBBS OM B No 1004-0137 Expires: March 31, 2007 (April2004) EPARTMENT OF THE INTERIOR UUI 08 2006 REAU OF LAND MANAGEMENT 5. Lease Serial No LC-052697B INDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name this form for proposals to drill or to re-enter an well. Use Form 3160 - 3 (APD) for such proposals. 7 If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. MCA Unit 1. Type of Well Gas Well .. Oil Well Other 8 Well Name and No. MCA Unit #402 2 Name of Operator 9 API Well No. ConocoPhillips Company 30-025-38855 3b. PhoneNo (include area code) 3a. Address 10 Field and Pool, or Exploratory Area 3300 N. "A" Street, Bldg. 6 Midland TX 79705-5406 (432)688-6818 Maljamar: Grayburg-San Andres 4 Location of Well (Footage, Sec., T, R., M, or Survey Description) 11. County or Parish, State Lea **New Mexico** 12. CHECK APPROPRIATE BOX(ES)TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Production (Start/Resume) Water Shut-Off Acidize Deepen Notice of Intent Well Integrity AlterCasing Reclamation FractureTreat X OtherAs Drilled Recomplete Casing Repair New Construction X Subsequent Report Change Plans Plugand Abandon ☐ Final Abandonment Notice PlugBack Convert to Injection 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 shall 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 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 Carlesbad, NM 04/09/08: ACCEPTED FOR RECORD 08/04/08 MIRU 08/05/08 Spud well; Notified BL< (Marlin) & OCD (Mark) @2:00 p.m. 08/05/08 Drl to 985' Shoe @ 975' SEP 3 0 2008 08/06/08 F/8-5/8" 24# J55 csg & cmt job /s/ JD Whitlock Jr WOC 08/07/08 Drl cmt drl prod to 975' Drl prod to 2342' BUREAU OF LAND MANAGEMENT 08/08/08 Drl prod to 3015' 08/09/08 CARLSBAD FIELD OFFICE 08/10/08 Drl prod to 3945' 08/11/08 Drl prod to 4477' TD I hereby certify that the foregoing is true and correct Name (Printed/Typed) Regulatory Technician Title Gay Thomas 09/11/2008 Date Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE PETROLEUM ENGINEER Title 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 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)

which would entitle the applicant to conduct operations thereon

