

New Mexico Oil Conservation Division, District I
1625 N. French Drive
Hobbs, NM 88240

Form 3160-3
 (February 2006)

RECEIVED

UNITED STATES
 DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT

FORM APPROVED
 OMB No. 1004-0137
 Expires: March 31, 2007

DEC 11 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.

SUBMIT IN TRIPLICATE – Other instructions on page 2.

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		7. If Unit of CA/Agreement, Name and/or No.
2. Name of Operator XOG OPERATING, LLC ✓		8. Well Name and No. HORTON FEDERAL ✓
3a. Address 1801 W Texas Midland, TX 79701	3b. Phone No. (include area code) 432-683-3171	9. API Well No. See Below ✓
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) See Below		10. Field and Pool or Exploratory Area MILNESAND SAN ANDRES
		11. Country or Parish, State ROOSEVELT COUNTY, NM ✓

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 <u>CHANGE OF OPERATOR</u>
	<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 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.)

Effective 04/01/2006 XOG Operating LLC accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the lease land or portion thereof under \$150,000.00 Nationwide BLM Bond Number NMB000318.


This change of operator includes the following Plugged and Abandoned wells on this Federal Lease.

API NUMBER	WELL NAME	LOCATION	TYPE	STATUS 4/1/06
30-041-10128 ✓	Horton Federal #6 ✓	Sec. 30, 8S, 35E, 2310 FSL, 330 FWL ✓	I ✓	P&A'd
30-041-10105 ✓	Horton Federal #9 ✓	Sec. 30, 8S, 35E, 2310 FSL, 2246 FEL ✓	I ✓	P&A'd
30-041-10106 ✓	Horton Federal #10 ✓	Sec. 30, 8S, 35E, 330 FNL, 921 FEL ✓	O ✓	P&A'd
Not Available ✓	Horton Federal #11 ✓	Sec. 30, 8S, 35E, 1650 FNL, 924 FEL ✓	I ✓	P&A'd

30-041-10107

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) ANGIE CRAWFORD		Title PRODUCTION ANALYST
Signature 		Date 10/17/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by /S/ DAVID R. GLASS	PETROLEUM ENGINEER	Date DEC 08 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.