

1625 N. French Drive

Hobbs, NM 88240

Form 3160-3
(February 2006)**RECEIVED**

UNITED STATES

DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

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.**

FORM APPROVED

OMB No. 1004-0137

Expires: March 31, 2007

5. Lease Serial No.

NM #0145685

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

XOG OPERATING, LLC ✓

3a. Address

1801 W Texas
Midland, TX 79701

3b. Phone No. (include area code)

432-683-3171

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

8. Well Name and No.

HORTON FEDERAL ✓

9. API Well No.

See Below ✓

10. Field and Pool or Exploratory Area

MILNESAND SAN ANDRES

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

See Below

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 CHANGE OF OPERATOR
	<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 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 must 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 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

Title

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.

(Instructions on page 2)