

RECEIVEDUNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

DEC 12 2008

SUNDRY NOTICES AND REPORTS ON WELLS
HOBBSOON 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, 20075. Lease Serial No. **NMNM 03431**

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

Kerns Petroleum, Inc. ✓

3a. Address

1777 NE Loop 410, San Antonio, TX 78217

3b. Phone No. (include area code)

210-829-7881

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

660 FNL, 660 FWL, Sec. 30, T08S, R37E ✓

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

8. Well Name and No.

Las Cruces "B" #1 ✓

9. API Well No.

30-041-00234 ✓

10. Field and Pool or Exploratory Area

Allison Penn ✓

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 type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input checked="" type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<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 recompleate 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 recompleation 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.)

10/08/08 Tag plug @ 4 feet. Cut off wellhead and weld on Dry Hole Marker. Rigged down.

Cleaned location in preparation for final inspection.

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

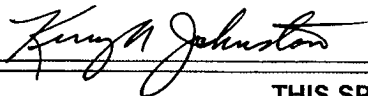
Name (Printed/Typed)

Kerry Johnston

Title

Vice President

Signature



Date

November 30, 2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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)

RECEIVEDForm 3160-5
(February 2005)

DEC 12 2008

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

HOBBSOCD

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

660 FNL, 1980 FEL, Sec. 30, T08S, R37E

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

8. Well Name and No.

Las Cruces "B" #2

9. API Well No.

30-041-00235

10. Field and Pool or Exploratory Area

Allison Penn

11. Country or Parish, State

Roosevelt County, NM

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10/20/08 Tagged plug @ 317'. POH to 20'. Spot 20 sx class C surface plug. cut off wellhead and Weld on Dry Hole Marker. Riggged Down.

Cleaned location in preparation for final inspection.

14. I hereby certify that the foregoing is true and correct.
Name (Printed/Typed)

Kerry Johnston

Title Vice President

Signature



Date November 30, 2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

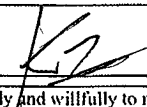
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