Form 3160 CEIVE DEPARTMENT OF THE INTERIOR OCD-HOBBS FORMAPPROVED OM B No 1004-0137 Expires: March 31, 2007 BUREAU OF LAND MANAGEMENT. Lease Serial No FEB 0 SUNDRY NOTICES AND REPORTS ON WELLS NMLC-058697B Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 6 If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on reverse side. Type of Well X Oil Well GasWell Other 8. Well Name and No. MCA Unit 391 2. Name of Operator ConocoPhillips Company 9. API Well No. 3a. Address 30-025-38853 3b. PhoneNo. (include area code) 3300 N. "A" St., Bldg, 6 Midland TX 79705 10. Field and Pool, or Exploratory Area (432)688-6813 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Maljamar; Grayburg-San Andres 11. County or Parish, State Sec. 25, T17S, R32E, 2622' FNL & 662' FEL LEA **New Mexico** 12. CHECK APPROPRIATE BOX(ES)TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Well Integrity ☐ FractureTreat Reclamation Casing Repair X OtherOptimization -New Construction Recomplete Subsequent Report Change Plans Temporarily Abandon New Rods, New Plugand Abandon Final Abandonment Notice Convert to Injection PlugBack Water Disposal Pump 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.) For the purpose of optimization, CIBP @ 4275' will be drilled out. Pump will be upsized to 25-250-THBC-24-4 and rod design will change from a 7/6 rod to 8/6 rod string. Transfer out Lufkin C-320-305-100 pumping unit and replace with Lufkin C-912-365-168 pumping unit. Return to production in the Grayburg-San Andres intervals of 4151'-4241' and 4285'-4320'TED FOR RECORD FEB 2009 AU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE I hereby certify that the foregoing is true and correct Name (Printed/Typed) Jalyn N. Fiske Regulatory Specialist

Signature 01/27/2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ETROLEUM ENGINGER

FEB n 6 2009

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.

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.