

RECEIVEDForm 3160-5
(April 2004)

FEB 27 2009

HOBBSUNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No 1004-0137
Expires: March 31, 2007**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 reverse side.1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator **Strata Production Company**3a. Address
PO Box 1030, Roswell NM, 88202-10303b. Phone No. (include area code)
575-622-1127

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

S14-T23S-R32E**UL:C, 1980' FSL & 1980' FWL**
460 2 1980

5. Lease Serial No.

NM-84729

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Cuervo Federal #2

9. API Well No.

30-025-31434

10. Field and Pool, or Exploratory Area

Diamondtail Delaware

11. County or Parish, State

Lea, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Off Location Gas Sales
	<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 shall 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 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.)

Effective February 19, 2009 there will be gas sales on this well. The DPC gas meter is located on the Urraca Federal #1 tank battery located in Section 11 T23S-R32E, 660' FSL & 1980' FWL. Both the Urraca and Cuervo tank batteries have gas meters to separately measure the gas produced from each lease which will in turn be allocated to each producing well by well test. The BLM will be notified when the proper documents are filed with the Oil Conservation Division.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)**Jennifer Zapata**Title **Production Analyst**

Signature

Jennifer Zapata

Date

02/26/2009**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

PETROLEUM ENGINEER

Date

MAR 09 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.

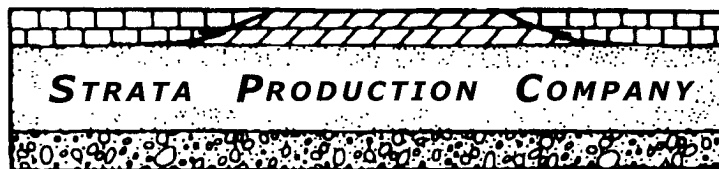
Office

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)

KZ

POST OFFICE DRAWER 1030
ROSWELL, NM 88202-1030



TELEPHONE (575) 622-1127
FACSIMILE (575) 623-3533

1301 NORTH SYCAMORE AVENUE
ROSWELL, NEW MEXICO 88201
www.stratanm.com

February 26, 2009

RECEIVED

FEB 27 2009

HOBBSOCD

Bureau of Land Management
Hobbs Field Office
1625 N. French Drive
Hobbs, New Mexico 88240

Re: Form 3160-5 Sundry Notices and Reports on Wells
Cuervo Federal #'s 2&3, & Urraca Federal #'s 2&3
Lea County, New Mexico

To Whom it May Concern,

For your review and approval, please find enclosed one (1) original & (5) copies of forms 3160-5 for each well listed above..

Please return 1 copy of each completed form to this office for completion of our files. Should you require additional information regarding this matter, please contact this office.

Sincerely,

A handwritten signature in cursive script that reads "Jennifer Zapata".

Jennifer Zapata
Production Analyst

Enclosures