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

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

5. Lease Serial No.

NMM0558287 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8. Well Name and No. Morgan "A" Federal #3 Oil Well Gas Well Other 2. Name of Operator Ridgeway Arizona Oil Corporation 9. API Well No 30-041-10445 3a. Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area One Riverway, Suite 610 Houston TX. 77056 Chaveroo San Andres 832.485.8500 4. Location of Well (Footage, Sec., T.,R., Mr., or Survey Description) 11. Country or Parish, State Roosevelt Co. NM 27/7S/33E - UL-P - 660 FSL/660 FEL 12. CHECK THE 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 Fracture Treat Reclamation Well Integrity Casing Repair New Construction Recomplete Other ✓ Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back 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.) Well #3 - Welded 2 ft. X 2 ft. metal plate on well casing W/2 in. collar, nipple, valve and bull plug to seal - on 7/21/09 - to eliminate possible environmental damage to surface area from leakage of well bore fluids/gasses. Accepted For Record Only For Period Ending 01-04-2010! ACCEPTED FOR RECORD RECEIVED SEP 29 2009 OCT 0 6 2009 DAVID R. GLASS HOBBSOCD PETROLEUM ENGINEER 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) **Andy Chalker** Title Sr. Operations Date 09/21/2009 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by PETROLEUM ENGINEER OCT 0 7 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 ROSWELL FIELD OFFICE 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.

entitle the applicant to conduct operations thereon.