

New Mexico Oil Conservation Division, District I

1625 N. French Drive

Hobbs, NM 88240

FORM APPROVED

OMB No. 1004-0137

Expires: March 31, 2007

Form 3160-3
(February 2005)

UNITED STATES

DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

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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 page 2.

1. Type of Well

☐ Oil Well☒ Gas Well☐ Other

2. Name of Operator

Smith & Marrs, Inc. /

3a. Address

P.O. Box 863

Kermit, TX 79745

3b. Phone No. (include area code)

432-586-3076

5. Lease Serial No.

NM 1737

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Federal 18 #1 ✓

9. API Well No.

30-041-20206 ✓

10. Field and Pool or Exploratory Area

Blunth; San Andres (Assoc)

11. Country or Parish, State

Roosevelt, NM ✓

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

Unit letter 'O', Sec. 18, T08S, R38E 660' FSU/480' FEL

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

TYPE OF SUBMISSION

TYPE OF ACTION

☐ Notice of Intent☐ Acidize☐ Deepen☐ Production (Start/Resume)☐ Water Shut-Off☐ Subsequent Report☐ Alter Casing☐ Fracture Treat☐ Reclamation☐ Well Integrity☐ Final Abandonment Notice☐ Casing Repair☐ New Construction☐ Recomplete☒ Other☐ Change Plans☐ Plug and Abandon☐ Temporarily Abandon☐ Convert to Injection☐ Plug Back☐ Water Disposal

Change of Operator

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.)

Change of Operator from Chevron Midcontinent, LA to Smith & Marrs, Inc. effective 4-30-2010.

Smith & Marrs, Inc. Accepts All Applicable Terms, Conditions, Stipulations, And Restrictions Concerning Operations Conducted On The Leased Land Or Portion Thereof Under Their \$25,000.00 Statewide BLM Bond Number NM2220 Effective 04-30-2010.

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

Name (Printed/Typed)

Terri Jennings

Title

Production Analyst

Signature

Terri Jennings

Date

6-16-2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/S/ DAVID R. GLASS

Title

PETROLEUM ENGINEER

Date

JUL 13 2010

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

KZ

ROSWELL FIELD 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)

PETROLEUM ENGINEER

JUL 16 2010

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