

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD Hobbs

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NOV 15 2010

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

**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 page 2.

1. Type of Well

☐ Oil Well ☐ Gas Well ☒ Other Natural Gas Storage

2. Name of Operator  
Enstor Grama Ridge Storage and Transportation, LLC

3a. Address  
20329 State Highway 249, Suite 400  
Houston, Texas 77070

3b. Phone No. (include area code)  
281-374-3050

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
126' FSL AND 1248' FEL OF SEC. 4, TOWNSHIP 22 S, RANGE 34 E

5. Lease Serial No.  
NMNM 033312A

6. If Indian, Allottee or Tribe Name

7. If Unit of CA/Agreement, Name and/or No.  
14-08-0001-14277 (NMNM 70953X)

8. Well Name and No.  
Gramma Ridge Morrow Unit Number 8

9. API Well No.  
30-025-39922

10. Field and Pool or Exploratory Area  
Morrow Formation, Grama Ridge

11. Country or Parish, State  
Lea County, New Mexico

12. CHECK THE 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 checked="" 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 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 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.)

We estimate the base of the Capitan/Seven Rivers reef to be at 5,462' Measured Depth, or -1,870' subsea depth (see attached cross section with intermediate casing marked for offset wells). We plan to adjust the base of the first intermediate casing from 5,730' to 5,600' +/- to protect the Capitan/Seven Rivers reef. We plan for the casing shoe to be set at least 100' below the base of the reef.

We do not want to exceed 150' below the base of the Capitan/Seven Rivers Formation due to the risk of lost returns and the consequent inability to cement to surface.

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

Michael Bezilla

Title Managing Director, Operations

Signature

[Signature]

Date 11-8-2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE APPROVED

Approved by

ECG 11-16-10

Title

Office

Date NOV 11 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.

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)

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