

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

RECEIVED *CD - Hobbs*
NOV 23 2010
HOBBSSUCD

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM86151
2. Name of Operator ENERVEST OPERATING LLC Contact: JANET M BIENSKI E-Mail: jbienski@enervest.net		6. If Indian, Allottee or Tribe Name
3a. Address 1001 FANNIN ST., SUITE 800 HOUSTON, TX 77002-6708	3b. Phone No. (include area code) Ph: 713-495-1571 Fx: 713-982-1501	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 7 T23S R32E SESW 660FSL 1980FWL		8. Well Name and No. BLUE QUAIL FED 3
		9. API Well No. 30-025-39818-00-X1
		10. Field and Pool, or Exploratory SAND DUNES
		11. County or Parish, and State LEA COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 Drilling Operations
	<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 recomple 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.)

10/18/10 Drill 40 - 520'. Notified Allen Gardner w/BLM of intent to run csg & cmt.
10/19/10 Drill to 924'.
10/20/10 RIH w/13-3/8" 48# H-40 csg & set @943' using 7 centralizers. Cmt using 600 sks Class C. Tail w/200 Class C Neat. Circ to surf. Test annular - held ok. Witnessed by Marlan Deaton w/BLM.
10/22/10 Cont. drlg
10/28/10 Notified Andria w/BLM of intent to run csg & cmt.
RIH w/8-5/8" J-55, 32# csg and set @4555' using 11 centralizers. Cmt using 980 sks 50/50 POZ C, 5% NaCl. Tail 250 sks of Class C. Circ to surf. Test csg - held.
10/30/10 Continue drlg.

14. I hereby certify that the foregoing is true and correct. Electronic Submission #97197 verified by the BLM Well Information System For ENERVEST OPERATING LLC, sent to the Hobbs Committed to AFMSS for processing by KURT SIMMONS on 11/12/2010 (11KMS0059SE)	
Name (Printed/Typed) JANET M BIENSKI	Title REGULATORY ASSISTANT
Signature (Electronic Submission)	Date 11/10/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	JAMES A AMOS Title SUPERVISOR EPS	Date 11/21/2010
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 Hobbs <i>KZ</i> NOV 24 2010 <i>2010</i>		

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #97197 that would not fit on the form

32. Additional remarks, continued

11/5/10 TD well at 8800'. TOH, circ hole clean & ran log.
11/6/10 Notified Paul w/BLM of intent to run csg & cmt (he said he did not need to witness cmt job).
RIH w/5-1/2" 17# N80 csg & set at 8800' using 28 centralizers.
Cmt w/460 sks Premium Plus C & tail with 200 sks of 50/50 POZ C.
Circ & WOC. TOC @2936'.
11/8/10 Release rig on 11/8/2010 at 0559 hours.