New Mexico Oil Conservation Division, District I

1625 N. French Drive

UNITED STATES Hobbs, NM 88240 DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

6. If Indian, Allottee or Tribe Name

5. Lease Serial No. NMNM-0145685

HNDRY NOTICES AND REPORTS ON WELLS

not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

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SUBMIT IN TRIPLICATE- Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No.
1. Type of Well ☐ ☐ Gas Well ☐ ☐ Other				8. Well Name and No. Horton Federal #5 9. API Well No.
2. Name of Operator EOR Operating Company				
3a Address 200 N. Loraine, Suite 1440 Midland, TX 79701		3b. Phone No. (include area code) 432-687-0303		30041 101/22 30 - 04 - 10 10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec., 1650'FNL & 2244' FEL, SWN	1., R., M., or Survey Description) NE Sec. 30, T8S-R35E, NMPM	, Roosevelt Co., NM		Milnesand - San Andres 11. County or Parish, State Roosevelt Co., NM
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATUR	E OF NOTICE, R	EPORT, OR OTHER DATA
TYPE OF SUBMISSION		TYP	E OF ACTION	
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (Statement Reclamation Recomplete Temporarily Abstract Water Disposal	Well Integrity Other Change of Operator
13. Describe Proposed or Complet	ed Operation (clearly state all pertin	nent details, including estin	nated starting date of an	ny 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 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.)

(Instructions on page 2)

NEW OPERATOR ACCEPTS RESPONSIBILITY UNDER STATEWIDE BOND NO. NMB000544

CHANGE OF OPERATOR FROM XOG OPERATING LLC TO EOR OPERATING COMPANY EFFECTIVE 7/1/2008.

EOR Operating Company Accepts All Applicable Terms, Conditions, Stipulations, And Restrictions **Concerning Operations Conducted On The Leased** Land Or Portion Thereof Under Their S/W BLM Bond No. NMB000544.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)						
Tony Krakauskas, CPL	Title Land Manager					
Signature Tory Chrouch	Date 03/10/2011					
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved by /S/ DAVID R. GLASS	PETROLEUM ENGINEER Date APR 1 5 2011					
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 operation the conduct operation to conduct operation						
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.						