

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

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.5. Lease Serial No.
NMLC - 0549086. If Indian, Allottee or Tribe Name
NA

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other7. If Unit of CA/Agreement, Name and/or No.
NA8. Well Name and No.
Fair 18 Federal #22. Name of Operator
Fair Oil, Ltd.9. API Well No.
30-015-404723a. Address
P.O. Box 689
Tyler TX 757103b. Phone No. (include area code)
903-510-652710. Field and Pool or Exploratory Area
Cedar Lake; Glorieta-Yeso4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
990' FNL & 330' FEL, Sec 18, T17S, R31E, NMPM11. Country or Parish, State
Eddy NM

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 checked="" 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	

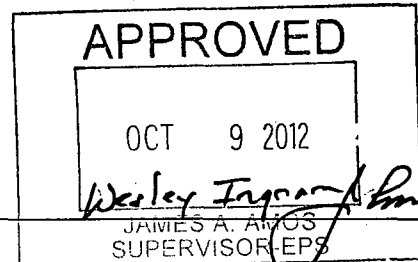
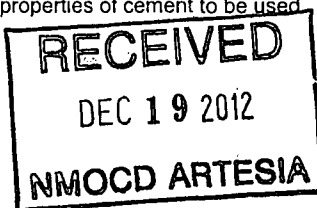
13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate horizontally, give subsurface locations and measured and true vertical 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 recompleation 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.)

Due to inability to stop water flow in 8 5/8" casing @ 980', Fair plans to run 2605' of 7" 23#, P-110 ultra-flush casing with float collar and float shoe. New well head syamatic is attached to add hanger for 7" casing. Will cement 7" back to surface as follows:

Lead Slurry- 144 cu-ft, volume factor of 2.15 = 70sks (35:65) Poz (Fly Ash): Class C Cement + 4% bwoc Bentonite II + 5% bwow Sodium Chloride + 2.5% bwow Sodium Metasilicat + 5% bwoc MPA-5 + 113.2% Fresh Water. Slurry weight (ppg) 12.5, Slurry Yield (cf/sack) 2.15, Mix Water (gps) 11.81.

Tail Slurry - 90 cu-ft, volume factor of 1.34 = 70 sks Class C Cement + 2% bwoc Calcium Chloride + 56.4% Fresh Water. Slurry Weight (ppg) 14.80, Slurry Yield (cf/sack) 1.34, Mix Water (gps) 6.36.

Drill hole size will be 6 1/8" from 3600' to TD. Will replace planned 5 1/2" casing with 4 1/2" N-80 11.6# LTC from surface to TD (Collapse 6350#, Burst 7780#, Joint Strength 223M#). DV tool set ~ 4500'. No change in the amount or properties of cement to be used.

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

Title Production Manager

Signature

Date 10/09/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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

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)

