

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.

SUBMIT IN TRIPLICATE -- Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

Slayton Resources, Inc.

3a. Address

P. O. Box 2035, Roswell, New Mexico 88202-2035

3b. Phone No. (include area code)

575-623-7184

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

2310 FNL & 2260 FEL G-5-19S-31E

5. Lease Serial No.

NMNM09003B

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Donnelly Pan Am 1Y

9. API Well No.

30-015-05739

10. Field and Pool or Exploratory Area

Shugart (Y, SR, Q, G)

11. Country or Parish, State, etc.

Eddy County, NM

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

TYPE OF SUBMISSION

☐ 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 (Start/Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☒ Other

Co-mingle production

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 hereby request permission to co-mingle the Donnelly Pan Am 1Y well into the Featherstone 1, 2 and 4 tank battery, located in Section 5, Township 29 South, Range 31 East. The well will be returned to production upon receipt of approval to co-mingle.

Accepted for record

NMOCD

RECEIVED

FEB 20 2013

NMOCD ARTESIA

DENIED

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

A. D. Allison

Title Vice-President

Signature

A. D. Allison

Date 01/09/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

[Signature]

Title

WBT

Date

2/18/2013

Office

Carlsbad

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)