

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division
811 S. 1st
Altesia, NM 87102-2834

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

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 reverse side

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other Water Injection Well		5. Lease Serial No. NM 074937
2. Name of Operator GP II ENERGY INC.,		6. If Indian, Allottee or Tribe Name
3a. Address P O BOX 50682 MIDLAND TX 79710	3b. Phone No. (include area code) 915/684-4748	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FSL & 660' FEL Sec. 3 T17S R30E		8. Well Name and No. FEDERAL KK 1
		9. API Well No. 30-015-20315
		10. Field and Pool, or Exploratory Area SQUARE LAKE GB SA
		11. County or Parish, State EDDY COUNTY NM

12. CHECK 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 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 checked="" 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 shall 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 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.)

NOTE: See attached Sundry Notice dated 6-7-95. Anadarko TA's this well with CIBP @ 2868'. A small casing leak was found between 450' and 673' (10#/lmin). We wish to maintain this well as a TA'd well due to future unitization plans in this area. The following procedure is submitted to repair casing leak previously identified by Anadarko.

1. Rig up pulling unit. Release packer and TIH.
2. Set packer above CIBP @ 2868' and test CIBP.
3. TOH testing casing to confirm location of leaks found by Anadarko.
4. Squeeze cement into casing leak intervals.
5. Drill out and test squeeze.
6. Temporarily abandon well.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

M. A. Sirgo, III

Signature

M. A. Sirgo

Title

Agent

Date

April 26, 1999

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

(ORIG. SGD.) ALEXIS C. SWOBODA

Title

PETROLEUM ENGINEER

Date

MAY 03 1999

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.