

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

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.

NM-06784

6. If Indian, Allottee or Tribe Name

If Unit or CA/Agreement, Name and/or No

Well Name and No.

State Federal ~~Comm.~~ Well No. 3

9. API Well No.

10. Field and Pool, or Exploratory Area

Dos Hermanos Morrow

11. County or Parish, State

Eddy

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

TYPE OF SUBMISSION

- ☐ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

- | | | | |
|-----------------------------------------------|-------------------------------------------|----------------------------------------------------|---------------------------------------------------------------------|
| <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other <u>APD time extension</u> |
| <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 | |

3. 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 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.)

V-F Petroleum, Inc. is requesting a one year extension for the Application for Permit to Drill the above captioned well, which was approved on September 14, 2001. This would extend the APD until September 14, 2003.

Approved For 12 Month Period

Ending 9/14/03

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

Name (Printed/Typed)

George R. Smith

Title Agent for V - F Petroleum, Inc.

Signature

George R. Smith

Date July 30, 2002

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature) **(ORIG. SGD.) JOE G. LARA**

Name

(Printed/Typed) **Petroleum Engineer**

Title

Office

CFC

Date

9/6/02

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.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NM-06784
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator V-F Petroleum, Inc.		7. If Unit or CA Agreement, Name and No.
3a. Address P.O. Box 1889 Midland, TX 79702		8. Lease Name and Well No. Hale Federal Com, Well No. 3
3b. Phone No. (include area code) 915-687-0008		9. API Well No.
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface 1450' FSL & 660' FWL At proposed prod. zone 950' FNL & 760' FWL R-111-P-POTASH		10. Field and Pool, or Exploratory Dos Hermanos Morrow
14. Distance in miles and direction from nearest town or post office* 20 miles east of Carlsbad, NM		11. Sec., T., R., M., or Blk. and Survey or Area Sec. 22-T20S-R30E
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 660' (760")	16. No. of Acres in lease 280	17. Spacing Unit dedicated to this well 640
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 100'	19. Proposed Depth 12,300'	20. BLM/BIA Bond No. on file NM-2246
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3268' GL	22. Approximate date work will start* September 1, 2001	23. Estimated duration 6 weeks

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature <i>George R. Smith</i>	Name (Printed/Typed) George R. Smith	Date 6/27/01
Title Agent for: V-F Petroleum, Inc.		
Approved by (Signature) (ORIG. SGN.) M. J. CHAVEZ	Name (Printed/Typed) (ORIG. SGN.) M. J. CHAVEZ	Date SEP 14 2001
Title STATE DIRECTOR NM STATE OFFICE		

Application approval 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.

Conditions of approval, if any, are attached.

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 reverse)

APPROVAL FOR 1 YEAR

Lease Responsibility Statement: V-F Petroleum, Inc. accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof.

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHED

George R. Smith
George R. Smith, agent