

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division  
811 S. 1st Street  
Artesia, NM 87210-2834

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  
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator  
Kay Jay Oil

3a. Address  
P.O. Box 1306

3b. Phone No. (include area code)  
(505) 484-2205

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
330 FAL & 3310 FAL, G. B  
Sec 27 T18S R31E

5. Lease Serial No.  
NML #029392B

6. If Indian, Allottee or Tribe Name  
N/A

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

8. Well Name and No.  
Scotts Dale Fed #1

9. API Well No.  
30-015-25005

10. Field and Pool, or Exploratory Area  
Shugart - Yates SR @ GRBB

11. County or Parish, State  
Eddy Co New Mexico

**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 checked="" type="checkbox"/> Other <u>Variance</u> |
|  | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       | <u>Request</u>  |
|  | <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 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.)

OSO #4 Section III. C. 1. a. requires that each sales tank shall be equipped with a pressure vacuum thief hatch and vent line valve. The purpose of the requirement is to prevent loss of product at low volume and pressure or by flashing of light ends in high gravity oil.

A fluid with an API gravity below 36 degrees will not have a significant flashing of light ends within the normal temperature range. The loss of gas from a low volume facility would be insignificant if the sales tank is vented to the atmosphere.

OSO #4 provides for granting requests for a variance from the minimum standards. Oil produced from this lease has a gravity of 22 and the lease produces 4 barrels of oil per day.

Permission for Scotts Dale Fed #1, #2, and #3 wells - one Tank Batt

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

James B Campanella

Title  
Prod Forman

Signature

Date  
5-23-99

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by  
WILLIAM S BARYAK

Title  
PETROLEUM ENGINEER JUN 10 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.

Office

