

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

N.M. Oil Co's Division 1625 N. French Dr. Hobbs, NM 88240

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.

5. Lease Serial No. NM 23006 6. Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. NMNM104026 8. Well Name and No. Lusk 31 Federal #1 9. API Well No. 30-025-35073 10. Field and Pool, or Exploratory Area Lusk Morrow, N. 11. County or Parish, State Lea County, NM

SUBMIT IN TRIPLICATE - Other Instructions on reverse side

1. Type of Well [] Oil Well [X] Gas Well [] Other 2. Name of Operator Lynx Petroleum Consultants, Inc. 3a. Address P.O. Box 1708, Hobbs, NM 88241 3b. Phone No. (include area code) 505-392-6950 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) U.L. "O", 990' FSL & 1650' FEL Section 31, T-18S, R-32E

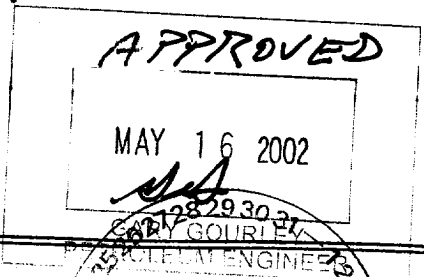
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

Table with columns: TYPE OF SUBMISSION, TYPE OF ACTION. Includes checkboxes for Notice of Intent, Acidize, Deepen, Production (Start/Resume), Water Shut-Off, etc.

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereo: 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 day 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 onc testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator ha determined that the site is ready for final inspection.)

TEST ADDITIONAL MORROW SANDS:

- 1. Set a plug in packer @ 12451'. 2. Pull 2 3/8" tubing. 3. Perforate Morrow 12041'-46', 12247'-50', 12313'-16', 12354'-59'. 4. Run 3 1/2" tubing and packer to 11950'. Acidize and frac new perfs. 5. Pull 3 1/2" tubing and run 2 3/8" production tubing. 6. Return well to production.



14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Marc Wise Title President Signature [Signature] Date 5/14/02

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by [Signature] Title [Blank] Date [Blank] Office [Blank] 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, makes 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)

BUREAU OF LAND MGMT.
ROSWELL OFFICE

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