

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. DIV-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210

FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004

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

RECEIVED

MAY 21 2004

OCB-ARTESIA

Lease Serial No.	NM NM 85853
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.	Shearnwest Federal #1
9. API Well No.	30-015-23457
10. Field and Pool, or Exploratory Area	White City; Delaware
11. County or Parish, State	Eddy, NM

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	
2. Name of Operator Cabal Energy Corporation	
3a. Address 415 W. Wall, Ste. 1700 Midland, TX 79701	3b. Phone No. (include area code) (432) 682-0440
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 660' FEL Sec. 11, T25S, R25E	

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 <u>Change of Operator</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	

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.)

Effective March 1, 2004 the operator of this well changed from Llano Land & Exploration Company to Cabal Energy Corporation.

Be advised that Cabal Energy Corporation is considered to be the operator on the above described land and is responsible under the terms and conditions of the lease for the operations conducted on the leased land or portion thereof. Bond coverage for this well is provided by BLM Bond #NM 2860.

Accepted for record - NMOCB

APPROVED

MAY 20 2004

14. I hereby certify that the foregoing is true and correct		<div style="border: 1px solid black; padding: 5px;"> <p>LINDA A. ASKWIG BUREAU OF LAND MANAGEMENT ROSWELL FIELD OFFICE</p> </div>
Name (Printed/Typed) Janice Ripley	Title Consultant	
Signature <i>Janice Ripley</i>	Date 5/11/04	

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
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	

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)