Oil Cons. N.M. DIV-Dist. 2 1301 W. Grand Avenue Artesia, NM 8821₀0

Form	3160-5
(Tune	1990)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED					
Budget Bure	eau No.	1004-013			
Expires:	March	31, 1993			

Budg	et Bur	eau No.	1004	-0135
Ex	(pires:	March	31, 19	93
			Carta	7.1

6. If Indian, Allottee or Tribe Name

•	Lease	Designation.	ann	3611
I	C-0	29096C		

SUNDRY	NOTICES	AND	REPORTS	ON WELL	S
--------	---------	-----	---------	---------	---

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT—" for such		
SUBMIT IN TRIPLICATE	123456789	
1. Type of Well	/ S 3	34018
□ Oil □ Gas □ Other	(8° 1111) 2004 i	8. Well Name and No.
2. Name of Operator V-F PETROLEUM INC.		BUDGE FEDERAL COM NO. 1 9. API Well No.
3. Address and Telephone No. P.O. BOX 1889, MIDLAND, TEXAS 79702	/st 000	30-015-33437 10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)	25552556100 P	DOS HERMANOS MORROW 7608
AT SURFACE 1,336' FSL & 2,160' FEL	19202125	11. County or Parish, State
AT PROPOSED PROD. ZONE 1,650', & 1,650' FWL		EDDY COUNTY, NEW MEXICO
12. CHECK APPROPRIATE BOX(s) TO INDICATE NA	TURE OF NOTICE, REPOR	RT, OR OTHER DATA

	F > L		
12.	CHECK APPROPRIATE BOX(s	TO INDICATE NATURE OF NOTICE, R	EPORT, OR OTHER DATA
	TYPE OF SUBMISSION	OTION	
	Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other DRILLING	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Not: Report results of multiple completion on Well
		·	Completion or Recompletion Report and Log form.)

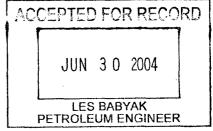
13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

04/30/04 SPUD DRLG 36" HOLE @ 9:30 A.M. MST.

06/03/04 RESUME DRLG IN 26" SURFACE HOLE @ 6:00 A.M. CDT.

RAN 10 JTS. 20", 106.50#, BTC API NEW CASING & 4-CENTRALIZERS TO 415'. CEMENTED 06/04/04 WITH 180 SX CLASS "C" THIXOTROPIC + 530 SX CLASS C"LITE + 300 SX CLASS "C" 2% CaCl2. PLUG DOWN @ 3:25 A.M. MDST 06/05/04. CIRCULATE 150 SX TO SURFACE. WOC & NIPPLE UP 26 HR. DRILL OUT INSIDE 20" CASING TO 400'. TEST BOP & CASING TO 1,600# FOR 30 MIN. NO LEAK. RESUME DRILLING 171 HOLE

BLM WITNESSED CEMENT JOB.



14.	I hereby certify that the foregoing is true and correct		0					
	Signed Mysel Luna	Title _	Production	٥٠	perintendent	Date _	06/25/04	
_	(This space for federal or State office use)							
	Approved by	Title _				Date _		
	Conditions of approval, if any:			,				

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.