

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMLC028992A
2. Name of Operator PECOS PRODUCTION COMPANY		6. If Indian, Allottee or Tribe Name
Contact: DORA LARA E-Mail: dorab@pecosproduction.com		7. If Unit or CA/Agreement, Name and/or No.
3a. Address 400 ILLINOIS AVE STE 1070 MIDLAND, TX 79701	3b. Phone No. (include area code) Ph: 432.620.8480 Fx: 432.683.1628	8. Well Name and No. CEDAR LAKE 23 1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 23 T17S R30E SESW 860FSL 1780FWL		9. API Well No.
RECEIVED SEP 29 2004 BOP-ARTESIA		10. Field and Pool, or Exploratory CEDAR LAKE
		11. County or Parish, and State EDDY COUNTY, NM

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
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Change to Original
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	PD

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 recompletable 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 recompletable 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.)

PECOS PRODUCTION COMPANY REQUEST A CLARIFICATION IN THE STIPULATIONS FOR BOP EQUIPMENT REQUIREMENTS AND TESTING ON THE ABOVE REFERENCE WELL SUCH THAT:

1. PRIOR TO DRILLING BELOW 13 5/8" CASING, BOP EQUIPMENT WILL BE INSTALLED AND TESTED WITH RIG PUMP TO 1000 PSI, HOLDING PRESSURE WITHOUT LEAK FOR 30 MINS.
2. PRIOR TO DRILLING BELOW 8 5/8" CASING, BOP EQUIPMENT WILL BE TESTED BY INDEPENDENT TESTER TO RATED WORKING PRESSUR (5000 PSI), EXCEPT FOR ANNULAR, WHICH WILL BE TESTED TO 3500 PSI.

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

Electronic Submission #36664 verified by the BLM Well Information System
For PECOS PRODUCTION COMPANY, sent to the Carlsbad
Committed to AFMSS for processing by LINDA ASKWIG on 09/27/2004 (04LA0858SE)

Name (Printed/Typed) DORA LARA

Title SUBMITTING CONTACT

Signature (Electronic Submission)

Date 09/24/2004

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ALEXIS C SWOBODA

Title PETROLEUM ENGINEER

Date 09/27/2004

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 Carlsbad

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****