

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED  
OMB No. 1004-0137  
Expires: July 31, 2010

**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.  
NMLC-054908

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

**SUBMIT IN TRIPLICATE – Other instructions on page 2.**

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator  
FAIR OIL, LTD.

3a. Address  
P. O. BOX 689, TYLER, TX 75710

3b. Phone No. (include area code)  
(903) 592-3811

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

8. Well Name and No.  
FAIR 18 FEDERAL #1

9. API Well No.  
30-15- 39189

10. Field and Pool or Exploratory Area  
CEDAR LAKE; GLORIETA-YESO

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
2310' FNL & 840' FEL SEC 18, T. 17 S., R. 31 E., NMPM

11. Country or Parish, State  
EDDY COUNTY, NM

**12 CHECK THE 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 type="checkbox"/> Other _____
	<input checked="" 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Will change laydown from east to north.

See attached revised plan views of pad for APD (PAGE 15) and H2S plan.

cc: Thomson

Accepted for record - NMOCD

DJD 7-21-11



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

Title CONSULTANT (505 466-8120)

Signature

Date 07/05/2011

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

Approved by

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 SEAS

Date 7-11-11

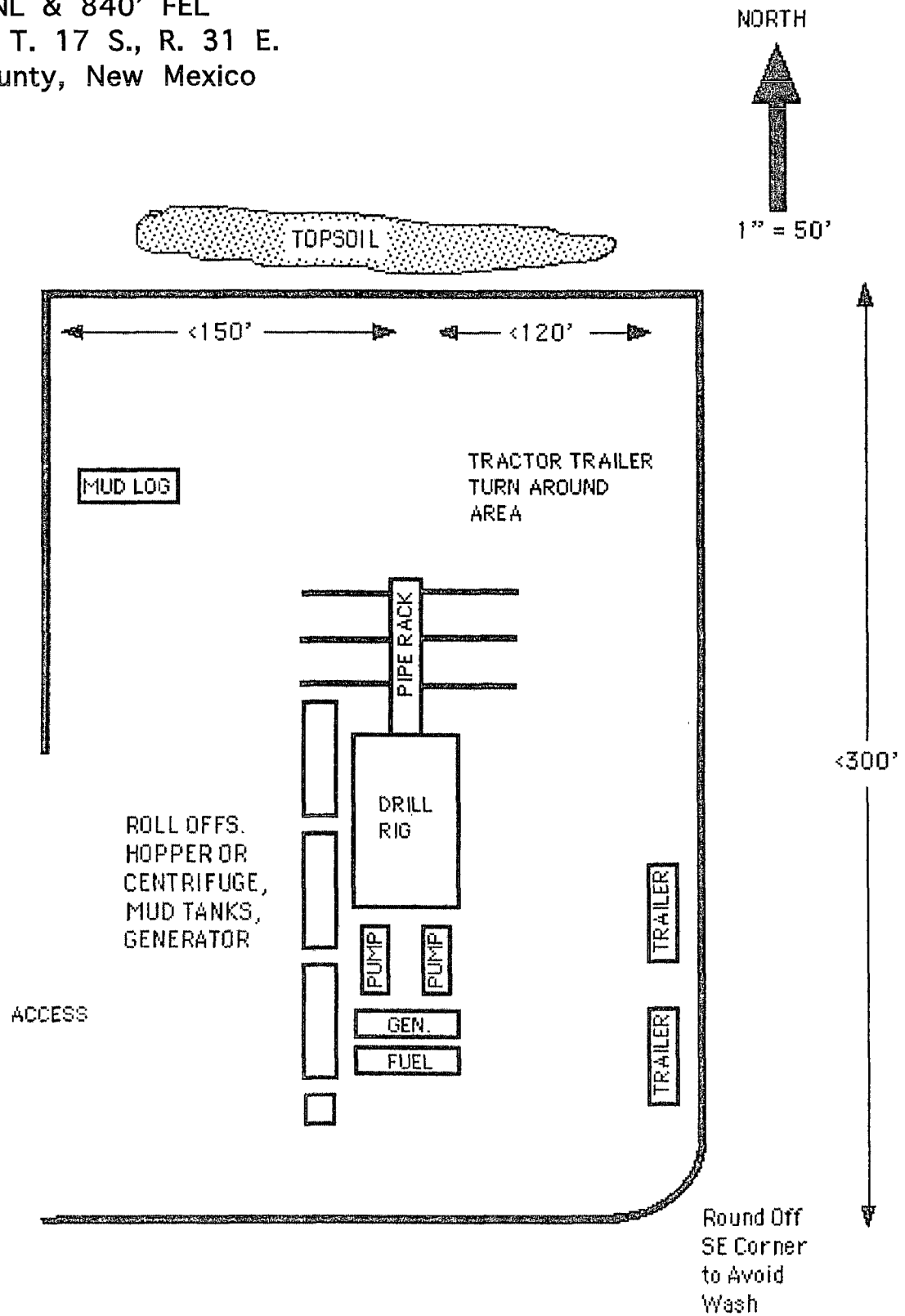
Office LPO

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 page 2)

Fair Oil, Ltd.  
Fair 18 Federal #1  
2310' FNL & 840' FEL  
Sec. 18, T. 17 S., R. 31 E.  
Eddy County, New Mexico

PAGE 15

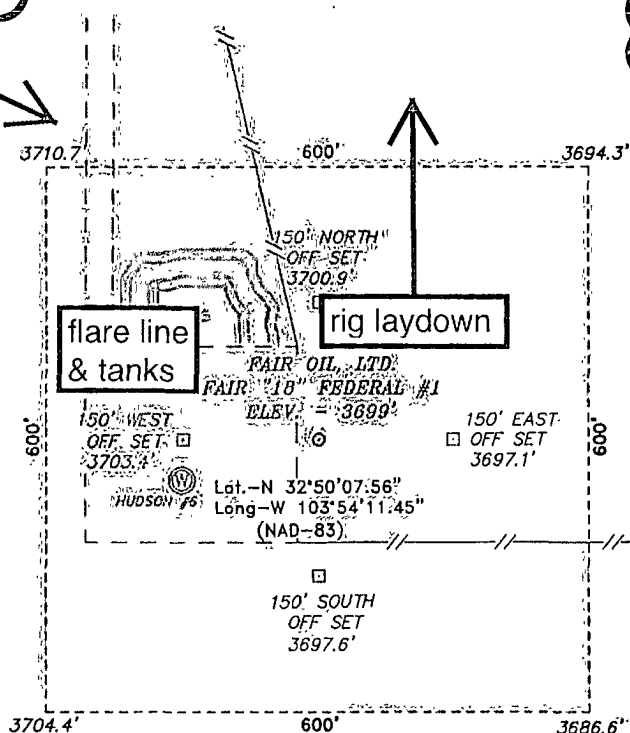


SECTION 18, TOWNSHIP 17 SOUTH, RANGE 31 EAST, N.M.P.M.,  
EDDY COUNTY, NEW MEXICO.

higher ground to  
west & north

safety briefing area  
>100 yards from well head

warning  
signs &  
wind sock



safety briefing area  
>100 yards from well head

prevailing wind  
blows from SSE

200 0 200 400 FEET  
SCALE: 1" = 200'

Directions to Location:

FROM THE JUNCTION OF HWY 82 AND CO. RD. 220,  
GO NORTH 1.7 MILES TO CO. RD. 221 (SKELLY), GO  
EAST 1.3 MILES TO LEASE ROAD, ON LEASE ROAD  
GO EASTERLY 0.7 MILES THENCE SOUTH 0.1 MILES  
TO MERIT HUDSON #6 PAD AND PROPOSED  
LOCATION.

**FAIR OIL, LTD.**

REF: FAIR "18" FEDERAL #1 / WELL PAD TOPO

THE FAIR "18" FEDERAL #1 LOCATED 2310'

FROM THE NORTH LINE AND 840' FROM THE EAST LINE OF  
SECTION 18, TOWNSHIP 17 SOUTH, RANGE 31 EAST,  
N.M.P.M., EDDY COUNTY, NEW MEXICO.

**BASIN SURVEYS** P.O. BOX 1786-HOBBS, NEW MEXICO

W.O. Number: 20666 Drawn By: J. SMALL

Date: 10-27-2008 Disk: JMS 20666

Survey Date: 10-23-2008 Sheet 1 of 1 Sheets