

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

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

SUBMIT IN TRIPLICATE - Other instructions on page 2.

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

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.
FAIR 18 FEDERAL #2

2. Name of Operator
FAI OIL, LTD

9. API Well No.
30-015-40472

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

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

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

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
990' FNL & 330' FEL
NE/NE SEC. 18, T-17S R-31E NMPM

11. County or Parish, State
EDDY, CO, 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 checked="" type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<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 recompleate 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/BLA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation 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.)

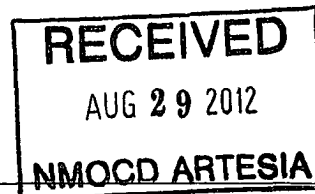
DUE TO RIG AVAILABILITY, FAIR OIL, LTD. HAS HAD TO CHANGE DRILLING CONTRACTORS. THE RIG CHANGE RESULTED IN THE NEED FOR A SLIGHTLY LARGER DRILLING PAD. THEREFORE FAIR OIL, LTD REQUESTS BLM'S APPROVAL TO ENLARGE THE PAD TO BE 100' TO THE NORTH, 130' TO THE SOUTH, 140' TO THE WEST, 110' TO THE EAST AND A 20' X 20' STINGER ON THE EAST SIDE. FAIR OIL, LTD NEEDS TO START THIS CONSTRUCTION ASAP

OK - Same APD COAS apply.
Tamar Nygren 8/24/12

Accepted for record

NMOCD

10/5
8/30/12



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

GENE SIMER

Title PERMITTING AGENT

Signature

Date 08/21/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

SEPS

Date

8-24-12

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.

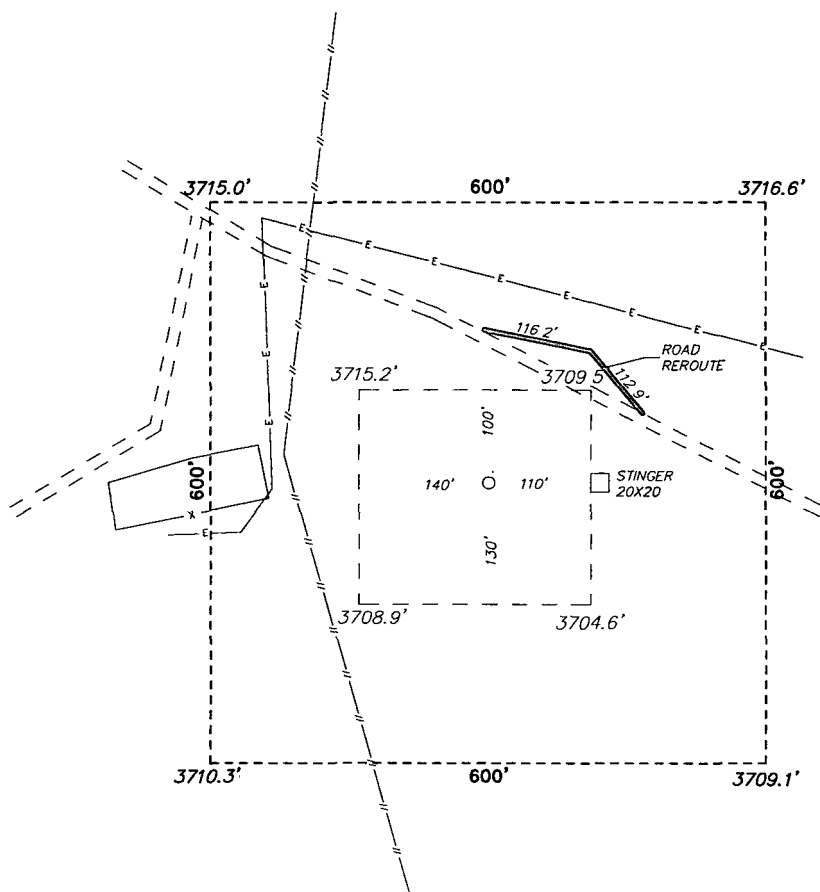
Office

CPD

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.

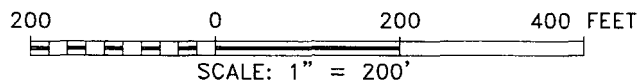
(Instructions on page 2)

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



FAIR OIL, LTD.
FAIR "18" FEDERAL #2
ELEV. - 3710'

Lat - N 32°50'20.66"
Long - W 103°54'05.50"
NMSPCE- N 669247.340
E 673966.105
(NAD-83)



Directions to Location:

FROM THE JUNCTION OF HWY 82 AND SKELLY, GO NORTH ON SKELLY FOR 1.1 MILES TO LEASE ROAD, ON LEASE ROAD GO EAST 0.1 MILES TO LEASE ROAD, ON LEASE ROAD GO NORTH 0.1 MILES TO A "T", GO EASTERLY 0.6 MILES TO A "Y", GO NORTHEAST 0.1 MILES THENCE NORTH TO A "T" GO EAST 0.1 MILES TO PROPOSED WELL LOCATION.

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

W.O. Number: 26072 Drawn By: J. SMALL

Date: 02-27-2009 Disk: JMS 26072

REF: FAIR "18" FEDERAL #2 / WELL PAD VACINITY

THE FAIR "18" FEDERAL #2 LOCATED 990'
FROM THE NORTH LINE AND 330' FROM THE EAST LINE OF
SECTION 18, TOWNSHIP 17 SOUTH, RANGE 31 EAST,
N.M.P.M., EDDY COUNTY, NEW MEXICO.

Survey Date: 11-14-2011 Sheet 2 of 5 Sheets