

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

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

Gruy Petroleum Management Co.

3a. Address

P.O. Box 140907 Irving, TX 75014-0907

3b. Phone No. (include area code)

972.401.3111

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

SHL 2520' FNL & 1415' FEL Sec 7G 24S-26E

BHL 1526' FSL & 1238' FEL Sec 7I 24S 26E

5. Lease Serial No.

NM-15295

6. If Indian, Allottee or Tribe Name

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

NA

8. Well Name and No.

C K 7 Federal No. 2

9. API Well No.

30-015-33421

10. Field and Pool, or Exploratory Area

Carlsbad; Morrow, South

11. County or Parish, State

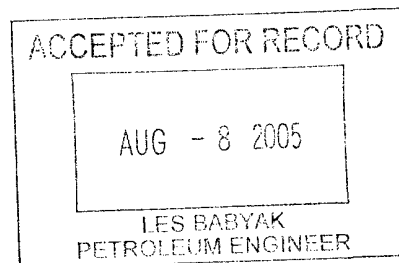
Eddy, NM

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 checked="" type="checkbox"/> Other Site Security
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Diagram
	<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.)

Attached, please find a Site Security Diagram for the CK 7 Federal No. 2.



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

Name (Printed/Typed)

Natalie Krueger

Signature

Natalie Krueger

Title

Regulatory Technician

Date

August 3, 2005

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Accepted for record

NMOCD

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, 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.

(Instructions on reverse)

CK 7 Fed No. 1 Site Security Diagram

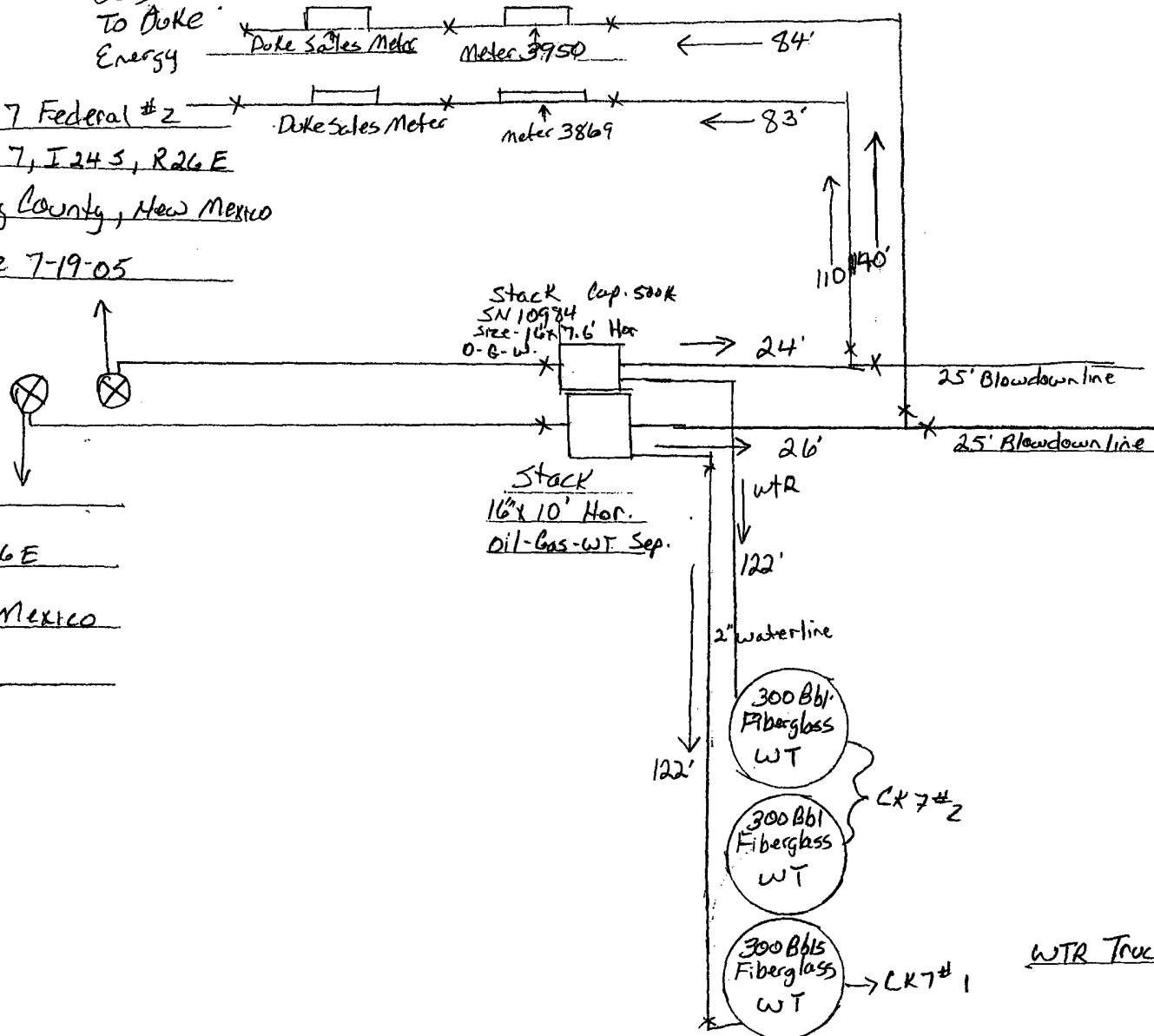
CK 7 Fed No. 2

Accepted for record
NMOCD

Gas Sales
To Duke
Energy

CK 7 Federal #2
Sec- 7, T24S, R26E
Eddy County, New Mexico
Date 7-19-05

CK 7 Federal #1
Sec- 7, T24S, R26E
Eddy County, New Mexico
Date 7-19-05



WTR Truck Hauled to Disposal