



OCD-ARTESIA

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SEP 24 2007

FORM 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.

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SUBMIT IN TRIPLICATE - Other instructions on reverse side

1 Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other Unit Letter G: 1,986' FNL and 1,983' FEL, Section 36, T 16S, R 29E	5 Lease Serial No
2 Name of Operator Beach Exploration, Inc	6 If Indian, Allottee or Tribe Name
3a Address 800 N Marienfeld, Suite 200, Midland, TX 79701	7 If Unit or CA/Agreement, Name and/or No NMNM84634X
3b Phone No. (include area code) (432) 683-6226	8 Well Name and No Red Lake Unit # 24
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) Unit Letter G: 1,986' FNL and 1,983' FEL, Section 36, T 16S, R 29E, NMMPM, Eddy County, NM	9 API Well No 30-015-23658
	10 Field and Pool, or Exploratory Area Red Lake, Queen east
	11 County or Parish, 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 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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input checked="" 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 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.)

- 1)•Beach Exploration, Inc. Requests TA status for the RLU # 24.
- 2)•RLU # 24 is a State well that has been approved for TA status by the State. Attached are approved State forms and Charts.
- 3)•The Red Lake Unit is a mature waterflood. The flood has only had a 0.42/1 secondary to primary ratio. Most Queen floods in this area have a 1/1 secondary to primary ratio. Although Beach has not been able to determine the cause of this underperformance, future review, new technology or sale to another company capable of revitalizing this flood could potentially lead to the recovery of an additional 265MBO. Temporarily abandoning wells in this unit rather than plugging them will facilitate any future effort.
- 4)•TA procedure: This well originally had 4 - 1/2" casing set at 1,822'. January 1998 the injection tubing and packer were pulled from this well. April 28th, 2000 tubing and a packer were run and a successful MIT was witnessed (tbg and packer pulled). February 14th, 2002 a CIBP was set on wireline inside the 4 - 1/2" csg at 1,730' w/35' cmt on top (top perf 1778'). Successful MIT conducted on 3/11/04. Attached is a copy of the MIT pressure chart recorded 4/16/06 witnessed by Gerry Guye with the OCD, which extended the State TA status until 4/15/2011.

14 I hereby certify that the foregoing is true and correct

ACCEPTED FOR RECORD

Name (Printed/Typed)

Jack M. Rose

Title Engineer

Signature

Date 9/17/07

SEP 26 2007

ACCEPTED FOR RECORD
THIS SPACE FOR FEDERAL OR STATE OFFICE USE
/S/ DAVID R. GLASSGerry Guye, Deputy Field Inspector
NM OCD-District II ARTESIA

Approved by

Title

Date

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 and 1003, and 18 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.