

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No 1004-0137
Expires March 31, 2007

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 checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	APR 10 2008	5. Lease Serial No. NM0925
2. Name of Operator SOUTHWEST ROYALTIES, INC.	OCD-ARTESIA	6. If Indian, Allottee or Tribe Name
3a. Address 6 Desta Drive, Ste 2100, Midland, TX 79705	3b. Phone No (include area code) 432/688-3267	7. If Unit or CA/Agreement, Name and/or No. <i>NM 72024</i>
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Unit N; 660' FSL & 1980' FWL, Sec 29, T18S, R29E		8. Well Name and No. Wright Fed Com. #1
		9. API Well No. 30-015-21878
		10. Field and Pool, or Exploratory Area N. Turkey Track Morrow
		11. County or Parish, State <i>Eddy</i> Lea 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 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 <u>swbg/evaluating</u>
	<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 recomplete 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 recompletion 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.)

02-07-08 Current Activity: swbg; MIRU; made 13 runs; rec'd 27 BW; send in fluid samples w/Champion Chemical.
 02-18-08 WO PU; water sample indicated pH 6.1, chlorides 140k; prep to MI PU and pull tbg to hunt for HIT.
 03-11-08 Current Activity: POH w/tbg; MIRU PU; ND WH & NU BOP; TOH w/220 jts 2-3/8" tbg; SION.
 03-12-08 Current Activity: TOH w/tbg & RIH w/pkr; AOL & OWU, tbg 0; TOH w/136 jts 2-3/8" tbg, ttl pulled 356 jts; RIH w/5-1/2x2-3/8 Model R pkr followed by 350 jts 2-3/8; set pkr @ 10,865', 75' above top perf @ 10,940'; RU swb & start IH; IFL @ 5300'; made ttl of 7 runs; rec'd 15 BW; EFL @ 10,000'; EDWC \$7247; ETWC \$17,046.
 03-13-08 Current Activity: swbg; from 5 a.m. to 8 p.m.; 15 hrs; AOL; WOU slight vac; RIH w/swb; IFL @ 10,400' made 4 urns; rec 3 Bbls tbg on vac after last run; SI 1 hr; RIH w/swb; FL @ SN; SI 2 hrs; RIH w/swb FL scattered - rec 1 BW, tbg on vac; talked w/office - decision made to stop; released pkr; POH w/208 jts 2-3/8" tbg; SION; EDWC \$6589; ETWC \$18,635.
 03-14-08 Current Activity: prep to RIH w/tbg; RD; from 5 a.m. to 5:30 p.m.; 12-1/2 hrs; AOL; OWU; POH w/70 additional jts 2-3/8" tbg and pkr; RIH w/356 jts tbg; ND BOP; NU WH; unable to rig down due to high winds; EDWC \$4215.
 03-15-08 Current Activity: prep to RIH w/tbg; RD; from 5 a.m. to 8:00 a.m.; 3 hrs; AOL; RD PU; clean location; DROPPED FROM REPORT - EVALUATING UPHOLE COMPLETION ATTEMPT; EDWC \$870; ETWC \$23,995.

This well is a BLM /Federal well but is on the NMOCDSI Well Listing

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

Name (Printed/Typed) Dawn M. Howard	Title Operations Assistant
Signature <i>[Signature]</i>	Date 3/26/08

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.	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;">Title</td> <td style="width: 50%;">Date</td> </tr> <tr> <td style="width: 50%;">Office</td> <td style="width: 50%; text-align: center;"> APR 7 2008 <i>[Signature]</i> </td> </tr> </table>	Title	Date	Office	APR 7 2008 <i>[Signature]</i>
Title	Date				
Office	APR 7 2008 <i>[Signature]</i>				

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)

ACCEPTED FOR RECORD

**BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE**

After 5-27-08 the well must be online or plans to P & A must be submitted.

Accepted for record - NMOCDS