Artesia, NM 88210 orm 3160-5 UNITED STATES FORM APPROVED Budget Bureau No. 1004-0135 June 1990) DEPARTMENT OF THE INTERIO Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. NM-4350 SUNDRY NOTICES AND REPORTS ON WELL'S 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry of a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposats 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well Oil Well Gas Well X Other 8. Well Name and No. PROPOSED DRILLING WELL 2. Name of Operator Unocal Federal 23 No. 4 9. API Well No. SPENCE ENERGY COMPANY 3. Address and Telephone No. 4849 Greenville Ave., Ste.381 PH. 214-739-0027 30-015-27774 10. Field and Pool, or Exploratory Area Dallas, Texas 75206 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) N. Hackberry - Yates (Unit 17 27 . 94 11. County or Parish, State 990'FSL, 1980'FWL, Sec.23-19S-30E (SESW) Eddy County, N.M. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonmeni Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Water Shut-Off Casing Repair Final Abandonment Notice Altering Casing Conversion to Injection Other Drilling Approval Dispose Water Extension (Note: Report results of m Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled. give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\* This Sundry Notice is filed to supplement the letter dated September 1, 1994, requesting a 1 year extension of drilling approval for above well. Original approval was by Acting State Director letter dated November 29, 1993. Operator proposes to commence drilling operations soon after January 1, 1995. APPROVED FOR 12 TORTH PERIOD 14. I hereby certify that the foregoing is true and Permit Agent Signed Title (This space for Petroleum Engineer

NM OIL CONS COMMISSION

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.