

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Oil Cons.
N.M. DIV-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210

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.

5. Lease Serial No.	NMLC 029387B
6. If Indian, Allottee or Tribe Name	
7. If Unit or C/A Agreement, Name and/or No.	
8. Well Name and No.	SHUGART D #7
9. API Well No.	30-015-10169
10. Field and Pool, or Exploratory Area	SHUGART (O, 7R, Y)
11. County or Parish, State	EDDY

SUBMIT IN TRIPLICATE - Other instructions on reverse side

RECEIVED

MAY 06 2004

OFF-ARTESIA

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	2. Name of Operator MOMENTUM OPERATING CO., INC.
3a. Address PO BOX 578 ALBANY, TX 76430	3b. Phone No. (include area code) (325) 762-3331
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)	

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 checked="" 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 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 recomple 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 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.)

PERFORATE SQUEEZE HOLES AT 3015-16. PUMP 100 SACKS OF CEMENT. TOP OF CEMENT 1950'. PERFORATE QUEEN 2323-2566. ACIDIZE WITH 3500 GAL. OF NEFE AND 130 BBLS KCL. FRAC WITH 400 POUNDS OF 16/30 SAND. SWAB TESTED, PLACED WELL ON PUMP. INSTALL PUMPING UNIT. PLACE WELL INTO PRODUCTION. 3 BPD OF OIL AND 10 BPD H₂O. NO GAS.

ACCEPTED FOR RECORD

MAY - 4 2004

LES BABYAK
PETROLEUM ENGINEER

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

BOB TIDWELL

Title PARTNER

Signature

Date 3-29-04

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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