N.M. Oil Cons. DIV-Dist. 2 1301 W. Grand Avenue

Form 3160-5 UNITED STATEATIONS, NM 88210 FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007 (April 2004) **BUREAU OF LAND MANAGEMENT** 5. Lease Serial No. NMLC029389B SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name 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 RECENCED 7. If Unit or CA/Agreement, Name and/or No. 1. Type of Well TÖil Well ✓ Gas Well Other 8. Well Name and No. ANADARKO FEDERAL #2 2. Name of Operator PECOS PRODUCTION COMPANY ACD ANTESIA API Well No. 30-015-32852 3a Address 3b. Phone No. (include area code) 400 W. ILLINOIS, STE 1070, MIDLAND, TX 79701 432-620-8480 10. Field and Pool, or Exploratory Area **CEDAR LAKE; MORROW EAST** 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 660' FSL & 660' FWL, SEC 4, T18S, R31E **EDDY CO, NM** 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Water Shut-Off Acidize Production (Start/Resume) Deepen Notice of Intent Alter Casing Well Integrity Fracture Treat Reclamation Other COMPLETIONS Casing Repair New Construction Recomplete Subsequent Report Change Plans **OPERATIONS** Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back 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.) 10-4-04- MIRU. TIH W/2 7/8" TBG. 10-6-04- TEST CSG TO 2500 PSI. RAN GR-CCL-CBL F/PBTD @ 11,934'-6500'. TOC @ 835'. RAN CNL F/PBTD-7000'. 10-8-04- PERF F/11748'-11761' (53 HOLES). 10-11-04- SI FOR 72 HRS BUILD-UP. 10-14-04- 72 HRS SITP- 675 PSI. TURN WELL OVER TO PRODUCTION. ACCEPTED FOR RECORD NOV 2 2 2004 LES BABYAK PETROLEUM ENGINEER

14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)	1			
DORA LARA	Title	E ENGR ASST.		
Signature Data Zer	Date		11/09/2004	
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		
Title 18 11 S.C. Section 1001 and Title 43 11 S.C. Section 1212 make it a crime for an	v nerson	knowingly and willfi	ully to make to	ny department or agency of the United

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.