

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
1111 W. Grand Avenue
Albuquerque, NM 88210FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

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** RECEIVED

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

OCT 05 2005

2. Name of Operator

Gruy Petroleum Management Co.

3a. Address

P.O. Box 140907 Irving, TX 75014-0907

3b. Phone No. (include area code)

972.401.3111

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

SHL: 1470' FSL & 1939' FEL Sec 19-T24S-R26E

BHL: 1670' FNL & 1900' FEL Sec 19-T24S-R26E

5. Lease Serial No.

NMLC 065347

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

Estill AD Federal No. 3

9. API Well No.

30-015-34162

10. Field and Pool, or Exploratory Area

White City Penn; (Gas)

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 checked="" type="checkbox"/> Other set surface & intermediate casing
	<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 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.)

- 09-10-05 Spudded well. Drilled 17-1/2" hole to 133'. Ran 5 jts 13-3/8" 48# H-40 STC casing to 133'. Cemented with 240sx Premium Class C + 2% CaCl. Circulated 100sx to reserve pit. WOC 18 hours.
- 09-11-05 Testes casing to 1000psi for 15 minutes.
- 09-18-05 Reached TD of 12-1/4" hole. Ran 50jts 9-5/8" 40# J-55 LTC casing to 1920'. Cemented with lead 1200sx Interfill C + 10#/bbl CalSeal + 10#/bbl Gilsonite + 2% CaCl + 1/2#/bbl Flocele. Cemented tail with 200sx Premium Plus. No returns throughout job. Ran temperature survey to find TOC at 1300'. Pumped 200sx Premium + 2% CaCl down backside of 9-5/8", no returns.
- 09-19-05 One-inched to 810'. Pumped 200sx Premium down backside of 9-5/8" casing, no returns. One-inched to 715'. Pumped 300sx Premium down backside of 9-5/8" casing. Regained full returns and circulated 25sx to pit.
- 09-20-05 WOC 32 hours. Tested 9-5/8" casing to 1000psi for 15 minutes.

ACCEPTED FOR RECORD

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

Name (Printed/Typed)

Natalie Krueger

Title

Reg Tech

Signature

Date

September 29, 2005

OCT - 4 2005

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

LES BABYAK
PETROLEUM ENGINEER

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, 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.

(Instructions on reverse)