

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

Carlsbad Field Office

FORM APPROVED  
OMB NO. 1004-0137  
Expires: January 31, 2018**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.**

OCD Artesia

5. Lease Serial No.  
FEE

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.  
NM061P3585C5238. Well Name and No.  
CHALLENGER RAYX 19. API Well No.  
30-015-24596-00-D110. Field and Pool or Exploratory Area  
LA HUERTA11. County or Parish, State  
EDDY COUNTY, NM**SUBMIT IN TRIPLICATE - Other instructions on page 2**

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other2. Name of Operator  
VERNON E FAULCONER INCContact: KAREN CHARLES  
E-Mail: kcharles@vefinc.com

3a. Address

TYLER, TX 75711

3b. Phone No. (include area code)  
Ph: 903-581-4386 Ext: 233  
Fx: 903-581-1515

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

Sec 19 T21S R27E SESE 660FSL 660FEL

## 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

## TYPE OF SUBMISSION

- ☒
- Notice of Intent
- 
- ☐
- Subsequent Report
- 
- ☐
- Final Abandonment Notice

## TYPE OF ACTION

- |   |   |  |   |
|---|---|--|---|
| <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen               | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off   |
| <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Hydraulic Fracturing | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity   |
| <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction     | <input type="checkbox"/> Recomplete                | <input checked="" type="checkbox"/> Other |
| <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon     | <input type="checkbox"/> Temporarily Abandon       | ShutIn Notice                             |
| <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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

DUE TO POOR ECONOMIC CONDITIONS, WE HAVE SHUT IN THE CHALLENGER-RAYROUX #1U AS OF 4/19/19. WE ARE CURRENTLY EVALUATING OUR OPTIONS IN HOPES OF BRINGING THE UNIT BACK TO PRODUCTION.

GC 8/22/19  
Accepted for record - NMOCDRECEIVED  
AUG 21 2019

SHUT IN APPROVED TILL 5/01/2020

DISTRICT//ARTESIAO.C.D.

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

Electronic Submission #462378 verified by the BLM Well Information System

For VERNON E FAULCONER INC, sent to the Carlsbad

Committed to AFMSS for processing by PRISCILLA PEREZ on 04/23/2019 (19PP1761SE)

Name (Printed/Typed) KAREN CHARLES

Title PRODUCTION ANALYST

Signature (Electronic Submission)

Date 04/23/2019

## THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

/s/ Jonathon Shepard

Petroleum Engineer

Carlsbad Field Office

APR 25 2019  
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 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)

\*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*