Fom. 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT



Temporarily Abandon

Water Disposal

FORM APPROVED
OM B No. 1004-0137

COIN	Expires: March 31, 2007				
	5. Lease Serial No.				
	LC050158				
j	6. If Indian, Allottee or Tribe Name				

SUNDRY	NOTICES	AND	REPORTS	ON	WELLS

abandoned well. Use Form 3160-3 (APD) for such proposals.

Do not use this form for proposals to drill or to re-enter an 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. South Red Lake Unit II 1. Type of Wel Gas Well Other 8. Well Name and No. 2. Name of Operator Fairway Resources Operating, LLC 9 API Well No. 30-015-00611 3b. Phone No. (include ared code) 3a. Address 538 Silicon Drive, Suite 101, Southlake, TX 76092 817-416-1946 10. Field and Pool, or Exploratory Area Red Lake Queen, Grayburg San Andre 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State C 990' FNL and 2319" FSL, 35-17S-27E Eddy, NM 2310 FWL 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation Casing Repair New Construction Recomplete Subsequent Report

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.)

Plug and Abandon

Plug Back

-Complete plugging operation.

- RU pulling unit, tag TD with 1" pipe
- POH with 1" pipe, fill hole with cement
- RD pulling unit

Final Abandonment Notice

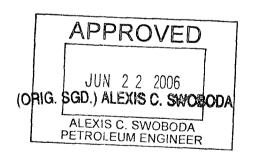
- Install dry hole marker and clean location

Procedure approved by Jim Amos of the BLM in Carlsbad.

Change Plans

Convert to Injection





14. I hereby certify that the fore Name (Printed/Typed)	going is true and correct							
Cindy Flood		Title Office Manager						
Signature indig	Flood	Date	06/09/2006					
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					
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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.