

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTAUG 23 2007
OCD-ARTESIAFORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

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 side.

| | |
|---|---|
| 1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | 5. Lease Serial No. |
| 2. Name of Operator V-F PETROLEUM INC. | 6. If Indian, Allottee or Tribe Name |
| 3a. Address P.O. BOX 1889, MIDLAND, TX 79702 | 7. If Unit or CA/Agreement, Name and/or No. |
| 3b. Phone No. (include area code) (432) 683-3344 | 8. Well Name and No. Denali "33" Federal #2 |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) UNIT - E 1,580' FNL, 760' FWL SECTION 33, T-17-S, R-31-E | 9. API Well No. |
| | 10. Field and Pool, or Exploratory Area 30-015-32164 |
| | 11. County or Parish, State EDDY COUNTY, NEW MEXICO |

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

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" 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 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 checked="" 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 checked="" 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 recompleate 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.)

1. Pull all production equipment.
2. Nipple up 7 1/16" 3,000# BOP test to 3,000#.
3. Set CIBP at 11,650'. Cap with 2 sxs cement.
4. Perforate 5 1/2" casing at 11,200'.
5. Circulate cement behind 5 1/2" casing from 11,200' - 5,000'.
6. Perforate and test Atoka zone 11,140' - 11,152'.
7. If Atoka is non productive, perforate and test Bone Spring zones 7,740' - 7,752' and 7,106' - 7,116'.

SEE ATTACHED FOR
CONDITIONS OF APPROVAL14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

M.W. Luna

Title Drilling Superintendent

Signature

Date 07/31/07

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

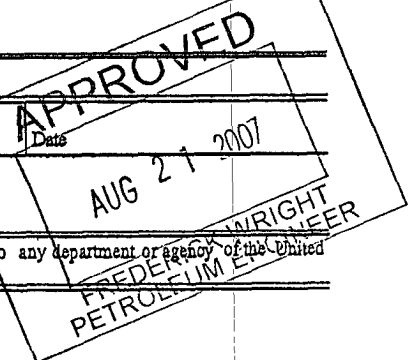
Title

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)



SUNDRY NOTICE SPECIAL STIPULATIONS

1. Approval is granted for the plug back presented in this sundry with the following stipulations:
2. Operator must spot 35' of bailed or 50 of pumped cement on top of the CIBP proposed for 11650'.

**ALL OF THE WORK AUTHORIZED HERE MUST BE COMPLETED WITHIN
90 DAYS.**

Engineering
can be reached at 505-706-2779 for any variances that might be necessary.

F Wright 8/21/07