Form 3160-5 (February 2005)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No 1004-0137 Expires March 31, 2007

5 Lease Serial No NM 13624

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.				6 If Indian, Allottee or Tribe Name		
SUBMIT IN TRIPLICATE – Other instructions on page 2				7. If Unit of CA/Agreement, Name and/or No.		
1 Type of Well	ell Other			W-II M J M-		
Oil Well Gas W	MAY 19 2008	A	8. Well Name and No Avalon "1" Federal No. 3			
 Name of Operator Fasken Oil and Ranch, Ltd. 	OCD-ARTESIA	A 31	9 API Well No 30-015-31199			
3a Address 303 W Wall Ave , Suite 1800	Bb. Phone No. (include area c	ode) 10	10 Field and Pool or Exploratory Area			
Midland, TX 79701	(432) 687-1777		Foster Draw Delaware			
4 Location of Well (Footage, Sec., T., Surface 2782' FSL and 2075' FEL, Sec 1, T21S Bottom hole 615' FSL and 634" FWL, Sec 1, t2:			11 Country or Parish, State Eddy, NM			
12. CHEC	K THE APPROPRIATE BOX	K(ES) TO INDICATE NATU	RE OF NOTICE,	REPORT OR OTHE	R DATA	
TYPE OF SUBMISSION TYPE OF AC				٧		
Notice of Intent	Acidize	Deepen	Producti	on (Start/Resume)	Water Shut-Off	
	Alter Casing	Fracture Treat	Reclama	ition	Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomp	lete	Other	
	Change Plans	Plug and Abandon	`	arily Abandon		
Final Abandonment Notice	Convert to Injection	Plug Back	Water D	ısposal		
notified Mr. Jerry Guy of rigging up of 4/23/08 Broke out well head bolts Mr. Paul R. Swartz with BLM on loca 4/24/08 Pressure tested casing a BOP and inspected flanges with not leaks found. RIW and tagged CIBP 4/25/08 Established circulation at through 16/64" positive ck. Mr. Duni	ng valves to surface with X on well at 10:48 am. Mr. Do s. Gang hard piped well he ation during the day. and BOP to 500 psi with lead damage found. Replaced 1 @ 1862' and circulated we and milled over 9-5/8" CIBP can Whitlock w/ BLM and Notirculated well w/ 135 bbw.	H connections and 5000 ps uncan Whitlock with the BL! ad to blow down tank. NDW k found on well head flange R-154 ring gasket with RX-5 Il clean with 9.4# cut brine with @ 1762' for 6 hrs w/ gas and fr. Paul Swartz w/ OCD on	with valves. Contained and could not a gasket. NU is with recovered and oil flow from a location today. "CIBP. RIW with Approximately and Cidentials and Ci	stop leak. POW wit and tested BO pproximately 50 bbl under plug for 2 hrs / 8-3/4" mill tooth bit ved for plugging of with under bond is returned.	State OCD office in Artes ermit. and accumulator. RIW to the 32 jts tubing and BHA. P and casing to 600 psiles drilling mud and 85 bw. Piped tbg to blow down t, bit sub, X-O and 100 jt lell bore only. inted pending receipt out of Well Plugging)	ia and . o 1361' ND with no /. n tank
14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)			which	which may be found at OCD Web Page under forms, www.cmntd.state.nm.us/ocd.		
Gloria Holcomb		Title Engine		,		
Signature Lloua 9		Date 05/08/2		Acci	EDTEN FAR A	
	THIS SPACE F	OR FEDERAL OR S	TATE OFFIC	E USE TOUL	-1 IED FUK K	ECURI
Approved by Conditions of approval, if any, are attached that the applicant holds legal or equitable to entitle the applicant to conduct operations.	tle to those rights in the subject	Title not warrant or certify lease which would Office		þ	ate MAY 1 5 2008	
Title 18 U S C Section 1001 and Title 43		crime for any person knowingly	and willfully to m	ake to any department	or agency of the United State	es any false.
fictitious or fraudulent statements or repre	sentations as to any matter with	in its jurisdiction		DURE	AU OF LAND MANAG	EMENT
(Instructions on page 2)					MALORAD HELD OFFI	CE

Avalon "1" Federal No. 3 30-015-31199 Form 3160-5 Cont.

4/29/08 Continued to RIW w/ 65 jts 2-7/8" work string and 8-3/4" bit. NU tubing stripper w/ bit @ 4051' MD. Established circulation w/ 9.4 ppg cut brine wtr and circulated well clean. RIW w/ tbg and tagged TD @: 6317' (original TD at 6368' MD). This TD was witnessed and approved by Mr. Paul Swartz w/ BLM. Circulated well clean from 6307' w/ 9.4# cut brine wtr and recovered total 330 bbls drilling mud in blow down tank. POW w/ 153 jts work string. Filled well w/ cut brine w/ bit @ 1774' MD.

4-30-08 Finish POW w/ 56 jts work string, bit sub and 8-3/4" cone bit. RIW w/ 2-7/8" EUE 8rd x 4' perforated sub with ½ mule shoed pin and beveled box, x-over on 204 jts 2-7/8" work string to 6279'. Pumped 60 bbls 9.4# mud laden brine, 5 bbls fresh wtr spacer, 60 sx Class "C" cement with 2% CaCl₂, (s.w. 14.8 ppg yield 1.32 cu/fl3), ½ bfw spacer flush followed by 31 bbls 9.4# mud laden brine wtr. POW to 4020' and WOC 3 hrs. RIW and tagged TOC @ 6203'. POW to 6197' and pumped 5 bfw spacer, 60 sx Class "C" cement with 2% CaCl₂, (s.w. 14.8 ppg, yield 1.32 cu/fl3), 1/2 bfw spacer followed by 30.8 bbls 9.4# mud laden brine. POW to 3713' and SWI and SDON. Mr. Paul Swartz with BLM witnessed both plugs.

5/1/08 RIW and tagged TOC @ 6033' MD. POW and LD 34 jts tubing with EOT @ 5209' MD. RU Rising Star cement pump truck and pumped 150 bbls mud laden 9.4# bw, 5 bbls fw spacer, 60 sx Class "C" cement w/ 2% CaCl₂, (s.w. 14.8 ppg; yield 1.32 cu/ft³), ½ bfw spacer and flushed w/ 26.1 bbls mud laden 9.4# brine wtr. POW w/ 70 jts tbg w/ EOT at 2937' MD and SD 3 hrs to WOC. RIW w/ tubing to 5353' MD and did not tag any cement. POW with EOT at 5209' MD. RU cement pump truck and pumped 10 bbls mud laden 9.4# brine wtr, 5 bbls fw spacer, 100 sx Class "C" cement w/ 2% CaCl₂, (s.w. 14.8 ppg; yield 1.32 cu/ft³), ½ bbl fw spacer and flushed w/ 24.9 bbl mud laden bw. POW w/ 81 jts tubing with EOT @ 2693' MD and SWI and SDON. All plugs were witnessed by Mr. Paul Swartz with BLM today.

5/2/08 RIW with tubing and tagged at 4850'. POW and LD 72 jts work string with EOT at 2969'. RU cement pump truck pump 5 bfw spacer, 75 sx "C" cement w/ 2% CaCl₂, (s.w. 14.8 ppg; yield 1.32 cu/ft³), ½ bfw spacer and 13.6 bbls mud laden 9.4# bw. POW with 96 jts work string and found bottom half of perforated sub plugged with cement. WOC 3 hrs and RIW with 98 jts open ended with coupling on bottom to 3030' and did not tag plug. POW to 2965'. RU pump truck and pumped 5 bbls mud laden brine wtr, 5 bfw spacer, 75 sx "C" cement w/ 2% CaCl₂, (s.w. 14.8 ppg; yield 1.32 cu/ft³), ½ bfw spacer and 13.6 bbls mud laden 9.4# bw. POW to 1430'. SWI and SDON.

5/3/08 RIW and tagged plug @ 2712' (plug spotted @ 2750'-2900'). POW and LD work string with EOT @ 2384' MD. Pumped 1.5 bbls bw to clear tubing and found barrel counter on cement pump truck to not be working and could not repair. SD 4 hrs waiting on another pump truck. RU new pump truck and pumped 30 bbls 9.4# mud laden brine wtr, 5 bbl fw spacer, 220 sx Class "C" cement w/ 2% CaCl₂(s.w. 14.8 ppg, yield 1.32 ft³/sk), ½ bbl fw spacer and flushed w/ 8.3 bbl mud laden brine wtr. POW w/ 50 jts work string to 845' FS and SWI and SDON. Paul Swartz w/ BLM on location to witness plugs.

5/4/08 RIW and tagged plug @ 1804' w/ bottom of 9-5/8" casing @ 1806' FS. RU cement pump truck and pressure tested plug and casing to 550 psi for 10" w/ no pressure loss. Set additional cement plug at 1795' as follows: pumped 2 bbls mud laden brine wtr, 5 bbls fw spacer, 40 sx Class "C" cement w/ 2% CaCl₂(s.w. 14.8 ppg, yield 1.32 ft³/sk), ½ fw spacer, flushed w/ 8 bbls mud laden brine wtr. POW to 820' and Paul Swartz with BLM okayed not tagging plug due to positive pressure test results. Spotted cement plug @ 820' as follows: 5 bbl fw spacer, 50 sx Class "C" cement w/ 2% CaCl₂(s.w. 14.8 ppg, yield 1.32 ft³/sk), ½ bfw spacer, flushed w/ 3 bbls mud laden brine. POW and LD work string with EOT @ 60' FS. RU pump truck and pumped 2 bbls fw spacer, 25 sx Class "C" cement w/ 2% CaCl₂(s.w. 14.8 ppg, yield 1.32 ft³/sk). POW and LD 2 jts tbg. Washed out BOP and ND BOP mixed and back filled well with cement to surface. Paul Swartz with BLM on location to witness plugs. RDPU and release all rental equipment.

5/6/08 Cleaned location.

Accepted for record NMOCD