

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE*
(Other instructions on re-
verse side)

Form approved
Budget Bureau No. 1004-0135
Expires August 31, 1985

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals.)

1. OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	5. LEASE DESIGNATION AND SERIAL NO. NM 02931
2. NAME OF OPERATOR Vintage Drilling Co.	6. IF INDIAN, ALLOTTEE OR TRIBE NAME NM OIL CONS COMMISSION Drawer DD
3. ADDRESS OF OPERATOR P.O. Box 158, Loco Hills, NM 88255	7. UNIT ASSIGNMENT NAME Artesia, NM 88210
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.) At surface 990' North of the North line and 2310' West of the West line. Sec. 13 T17S R27E	8. FARM OR LEASE NAME Saunders Federal
10. PERMIT NO.	9. WELL NO. 6
15. ELEVATIONS (Show whether OF, RT, GN, etc.)	10. FIELD AND POOL, OR WILDCAT Empire Yates S.R.
	11. SEC., T., R., N., OR S.E., AND SUBST. OR AREA Sec. 13 T17S R27E
	12. COUNTY OR PARISH Eddy
	13. STATE NM

Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
TEST WATER SHUT-OFF <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>	WATER SHUT-OFF <input type="checkbox"/>	REPAIRING WELL <input type="checkbox"/>
FRACTURE TREAT <input type="checkbox"/>	MULTIPLE COMPLETE <input type="checkbox"/>	FRACTURE TREATMENT <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
SHOOT OR ACIDIZE <input type="checkbox"/>	ABANDON* <input type="checkbox"/>	SHOOTING OR ACIDIZING <input type="checkbox"/>	ABANDONMENT* <input type="checkbox"/>
REPAIR WELL <input type="checkbox"/>	CHANGE PLANT <input type="checkbox"/>	(Other) Change of operator <input type="checkbox"/>	
(Other) <input type="checkbox"/>		(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)	

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

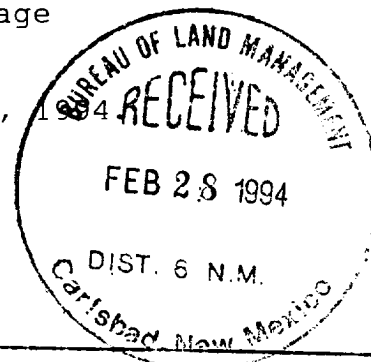
As required by 43 CFR 3100.0-5(a) and 43 CFR 3162.3 we are notifying you of a change of operator on the above referenced lease.

Vintage Drilling Co., as new operator, accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on the lease or portion of lease described.

Vintage Drilling Co. meets federal bonding requirements as follows (43 CFR 3104):

Bond coverage: \$25,000.00 statewide bond coverage
BLM Bond File No: LOC 91-014

The effective date of this change is February 1, 1994



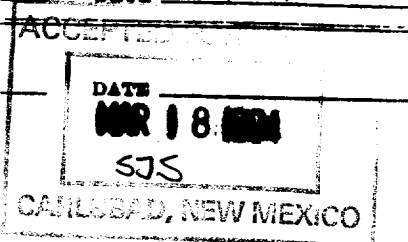
18. I hereby certify that the foregoing is true and correct

SIGNED [Signature] Agent

DATE 2/19/94

(This space for Federal or State office use)

APPROVED BY _____ TITLE _____
CONDITIONS OF APPROVAL, IF ANY:



*See Instructions on Reverse Side



IN REPLY REFER TO:

United States Department of the Interior

BUREAU OF LAND MANAGEMENT NEW MEXICO STATE OFFICE

Post Office and Federal Building
P.O. Box 1449
Santa Fe, New Mexico 87504-1449

3104 (943C-3tf)

AUG 13 1991

DECISION

Obligor:

Clyde or JoLynn Hope
dba Vintage Drilling Company
P.O. Box 158
Loco Hills, NM 88255

Bond Amount: \$25,000

Execution Date: July 5, 1991

Financial Institution:

Western Bank
P.O. Box 500
Artesia, NM 88210

Statewide Personal Bond and Letter of Credit Accepted

On July 10 1991, this office received a personal bond and a Letter of Credit (LOC) in the amount of \$25,000 for statewide bond coverage in the State of New Mexico for the above obligor. The bond and LOC have been examined and found acceptable; therefore, the bond is accepted effective July 10, 1991.

The pledge for the bond is a LOC written by the financial institution named above. The document will be retained by the BLM until all terms and conditions of the lease have been fulfilled or until a satisfactory replacement bond has been accepted. The LOC will be returned to the financial institution when this office determines that the bond is no longer required.

The LOC will continue indefinitely in the absence of notice from the financial institution of its determination not to renew the letter. Such a notice must be received in this office at least 90 days prior to the original expiration date of July 10, 1991, or the automatic extension dates falling on the same day in subsequent years. A copy of such notice also should be provided to the obligor, who would then be responsible for providing a replacement security with the BLM. Unless the obligor provides a satisfactory replacement bond at least 30 days prior to the then fixed expiration date, BLM will demand that the financial institution pay the full amount of the credit to ensure continuing bond coverage of the obligor. Any such funds thus obtained will be retained, as long as none are required to correct defaults, until the bond is no longer required or until replacement bond coverage is accepted by the BLM.

The bond will be maintained by this office. The bond constitutes coverage of all operations conducted by or on behalf of the obligor on Federal leases in the State of New Mexico. The bond provides coverage of the obligor where that obligor has interest in, and/or responsibility for operations on, leases issued under the authority of any of the Acts cited on the bond form. Please note that Federal leases do not include Indian leases.

Our office has held that a dba after an individual's name should be treated as surplus. Thus, a "dba" could be shown on the bond, but the oil and gas leases are to be covered under this bond may only be held in the name of the individual to meet the intent of the law and regulations, and the bond itself also must include the name of the individual.

We will forward your Letter of Credit numbered LC#91-003 for \$10,000. covering oil and gas lease NMNM 2507 as soon as our Denver office submits it to us.

Acting FOR



Katy Galassini
Chief, Lease Maintenance Unit