

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED  
OMB No. 1004-0135  
Expires November 30, 2000

**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.**

5. Lease Serial No.

NM-06784

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No

8. Well Name and No.

Hale Federal ~~Comm~~ Well No. 3

9. API Well No.

10. Field and Pool, or Exploratory Area

Dos Hermanos Morrow

11. County or Parish, State

Eddy

**12. CHECK 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"/> Fracture Treat   | <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 <u>APD time extension</u> |
| <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |   |
| <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |   |

3. 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.)

V-F Petroleum, Inc. is requesting a one year extension for the Application for Permit to Drill the above captioned well, which was approved on September 14, 2001. This would extend the APD until September 14, 2003.

Approved For 12 Month Period

Ending 9/14/03

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

Name (Printed/Typed)

George R. Smith

Title Agent for V - F Petroleum, Inc.

Signature

*George R. Smith*

Date July 30, 2002

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature)

(ORIG. SGD.) JOE G. LARA

Name

(Printed/Typed)

Office

CFO

Title

Petroleum Engineer

Date

9/6/02

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.

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.

(Continued on next page)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT


APPLICATION FOR PERMIT TO DRILL OR REENTER

|   |  |  |  |
|---|--|--|--|
| 1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER  |  | 5. Lease Serial No.<br>NM-06784  |  |
| 1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone |  | 6. If Indian, Allottee or Tribe Name   |  |
| 2. Name of Operator<br>V-F Petroleum, Inc.  |  | 7. If Unit or CA Agreement, Name and No.   |  |
| 3a. Address<br>P.O. Box 1889 Midland, TX 79702  |  | 8. Lease Name and Well No.<br>Hale Federal Comm. Well No. 3  |  |
| 3b. Phone No. (include area code)<br>915-687-0008   |  | 9. API Well No.  |  |
| 4. Location of Well (Report location clearly and in accordance with any State requirements. *)<br>At surface 1450' FSL & 660' FWL<br>At proposed prod. zone 950' FNL & 760' FWL<br><b>R-111-P-POTASH</b>    |  | 10. Field and Pool, or Exploratory<br>Dos Hermanos Morrow  |  |
| 11. Sec., T., R., M., or Blk. and Survey or Area<br>Sec. 22-T20S-R30E   |  | 12. County or Parish<br>Eddy   |  |
| 13. State<br>NM   |  | 14. Distance in miles and direction from nearest town or post office*<br>20 miles east of Carlsbad, NM |  |
| 15. Distance from proposed* location to nearest property or lease line, ft.<br>(Also to nearest drig. unit line, if any) 660' (760')  | 16. No. of Acres in lease<br>280                           | 17. Spacing Unit dedicated to this well<br>640   |  |
| 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.<br>100'  | 19. Proposed Depth<br>12,300'                              | 20. BLM/BIA Bond No. on file<br>NM-2246  |  |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.)<br>3268' GL   | 22. Approximate date work will start*<br>September 1, 2001 | 23. Estimated duration<br>6 weeks  |  |

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification.
- Such other site specific information and/or plans as may be required by the authorized officer.

|  |   |                     |
|--|---|---------------------|
| 25. Signature<br> | Name (Printed/Typed)<br>George R. Smith           | Date<br>6/27/01     |
| Title<br>Agent for: V-F Petroleum, Inc.  |   |                     |
| Approved by (Signature)<br>(ORIG. SGN.) M. J. CHAVEZ   | Name (Printed/Typed)<br>(ORIG. SGN.) M. J. CHAVEZ | Date<br>SEP 14 2001 |
| Title<br>STATE DIRECTOR  | Office<br>NM STATE OFFICE                         |                     |

Application approval 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.

Conditions of approval, if any, are attached.

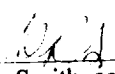
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on reverse)

APPROVAL FOR 1 YEAR

Lease Responsibility Statement: V-F Petroleum, Inc. accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof.

APPROVAL SUBJECT TO  
GENERAL REQUIREMENTS AND  
SPECIAL STIPULATIONS  
ATTACHED

  
George R. Smith, agent