

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil & Gas Division

811 S. 1st Street

Artesia, NM 88210-2834

FORM APPROVED  
Budget Bureau 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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

Prize Operating Company

3a. Address

3500 William D. Tate, #200 Grapevine, Texas 76051

3b. Phone No. (include area code)

817-424-0454

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Unit N 660' FSL & 1980' FWL Sec. 24 T-23-S R-26-E

5. Lease Serial No.

6. If Indian, Allottee or Tribe Name

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

NM061P3585C535

8. Well Name and No.

Federal RR Com

#1

9. API Well No.

30-015-21051

10. Field and Pool, or Exploratory Area

Eddy Undesignated Wolfcamp Gas

11. County or Parish, State

Eddy NM

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

TYPE OF SUBMISSION

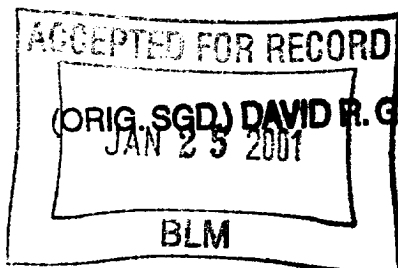
- ☒ Notice of Intent  
☒ Subsequent Report  
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Acidize ☐ Deepen ☒ Production (Start/Resume) ☐ Water Shut-Off  
☐ Alter Casing ☐ Fracture Treat ☐ Reclamation ☐ Well Integrity  
☐ Casing Repair ☐ New Construction ☐ Recomplete ☒ Other Off lease sales & measurement  
☐ Change Plans ☐ Plug and Abandon ☐ Temporarily Abandon Well back on line.  
☐ Convert to Injection ☐ Plug Back ☐ 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 recompleation 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 final site is ready for final inspection.)

Prize Operating Company is currently setting production equipment and tying into Duke Energy's gas sales system. Due to weather delays in December, we were unable to set the production equipment and tie into the sales line. We anticipate that re-established gas sales to be accomplished by 1-12-2001. The site security diagram will be submitted when all the equipment is set and functional.



Approval Subject To Putting Well On Production  
And Keeping Well On Continuous Production  
Within The Time Frame Specified By The  
Carlsbad Field Office.

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

Don Aldridge

Title

Regulatory Analyst

Date

1-5-2001

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

Title 18 U.S.C. Section 1001, makes 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.