

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

New Mexico Oil Conservation Division, Inc. FORM APPROVED
1625 N. French Drive
Hobbs, NM 88240

Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT-" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well
Oil Gas
 Well Well Other

2. Name of Operator
STRATA PRODUCTION COMPANY

3. Address and Telephone No. **P. O. Box 1030
Roswell, New Mexico 88202-1030 505-622-1127**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**990' FNL & 1980' FWL
Section 18-23S-32E**

5. Lease Designation and Serial No.
NM-10529

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.
SDE 18 Federal #1

9. API Well No.
30-025-25622

10. Field and Pool, or Exploratory Area
Sand Dunes Delaware East

11. County or Parish, State
Lea County, New Mexico

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

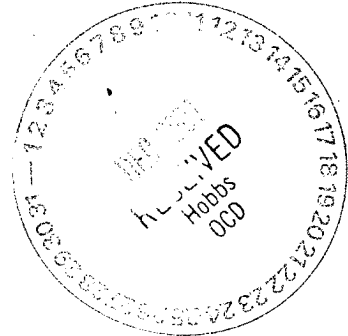
TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input checked="" type="checkbox"/> Plug
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input type="checkbox"/> OTHER
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. 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.)*

Plugging Procedure:

- MIRU.
- Set CIBP @ 8335' with 35' cement on top.
- Spot 25 sacks @ 6749'-6849'.
- Spot 25 sacks @ 4600'-4700'. WOC, Tag.
- Spot 25 sacks @ 2500'-2600'.
- Spot 25 sacks @ 916'-1016'. WOC, Tag.
- Spot 10 sacks @ 50' to surface. Cut off wellhead. RD.
- Install dry hole marker, remove equipment, clean, rip and reseed location per BLM guidelines.



Attachments from Mayo Marrs: Procedure and rig availability

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

Signed Kevin M. Britt Title Production Records Date 11/30/2004

(This space for Federal or State office use)

Approved (ORIG. SGD.) DAVID R. GLASS Title _____ Date DEC 02 2004

Conditions of approval, if any: _____

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.

GWW

* See Instruction on Reverse Side

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

MAYO MARRS CASING PULLING, INC.

P.O. Box 863

Kermit, Tx. 79745 915-586-3076

11-22-02

STRATA PRODUCTION COMPANY

PO. BOX 1030

ROSWELL, N.M. 88202

Attn: KELLY BRITT

PHONE 505-622-1127

FAX 505-623-3533

Dear Ms. Britt

Mayo Marrs Casing Pulling Inc. would like to submit an offer to P&A as follows:

SDE 18 FEDERAL # 1

..... \$ 10,085.00

PROCEDURE:


1. MIRU - MOVE IN WORKSTRING - MOVE IN STEEL PIT
2. SET CIBP @ 8335' - DUMP 35' CEMENT ON TOP-RIH WITH TUBING
3. CIR. 9.5# MUD-POOH
4. SPOT 25 SXS @ 6849'-6749'
5. SPOT 25 SXS @ 4800'-4700' -WOC- TAG
6. SPOT 25 SXS @ 2600'-2500'
7. SPOT 25 SXS @ 1018'-918' -WOC - TAG
8. SPOT 10 SXS @ 50' TO SURFACE - CUT OFF WELLHEAD-RIG DOWN
9. INSTALL DRY HOLE MARKER-EMPTY PIT - MOVE OUT

A RESPONSIBILITY SHEET IS ATTACHED.

ANY CHANGES DUE TO OCD, BLM OR STRATA WOULD BE BILLED FROM OUR CURRENT RATES.

We do appreciate the opportunity to furnish this bid and look forward to any help we may be.

Sincerely,


Rickey Smith

MAYO MARRS CASING PULLING INC.
BOX 863
KERMIT, TEXAS 79745
(915) 586-3076
FAX (915) 586-2453

TO: KELLY BRITT
COMPANY STRATA
FAX# 505-623-3533
OF PAGES INCLUDING FAX COVER SHEET
FROM: RICKEY SMITH
DATE: 11-23-2004 TIME SENT

COMMENTS:

IT WOULD BE 1-5 WEEKS BEFORE WE HAVE A RIG LOOSE ACCORDING TO NOTIFICATION

THANKS,

RICKEY SMITH