New Mexico Oil Conservation Division, District I

Form 3160-5 (April 2004)

1625 N. French Drive

Hobbs, NM 88240

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

5. Lease Serial No.

NM-53380 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1. Type of Well Oil Well Gas Well Other 8. Well Name and No. Caviness "10" Federal #1 2. Name of Operator Seely Oil Company 9. API Well No. 30-025-30311 3b. Phone No. (include area code) 3a. Address 817-332-1377 10. Field and Pool, or Exploratory Area 815 W. 10th St., Ft. Worth, TX 76102 EK Yates SR Queen Corbin Bueen 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Central 11 County or Parish, State 2026' FSL & 1961' FEL J-Sec. 10-T18S-R33E Lea County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Water Shut-Off Production (Start/Resume) Acidize Deenen Well Integrity Notice of Intent Reclamation Alter Casing Fracture Treat Other Recomplete Casing Repair New Construction Subsequent Report Temporarily Abandon Plug and Abandon Change Plans Final Abandonment Notice ■ Water Disposal ✓ Plug Back __ Convert to Injection 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 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.) August 6, 2004 - MI & RU CU. Set CIBP @ 4273'. GIH w/ tbg & pkr. Squeeze perforations w/ 100 sx. August 7, 2004 - GIH w/ drill collars, bit & tbg. Drilled out cmt & CIBP. August 9, 2004 - Perforate from 4276' - 4281' w/ 3 spf. Acidize w/ 500 gallons 15% acid. August 10, 2004 - Fracture treat w/ 20,000 gallons gelled KCL w/ 18,100 lbs 16/30 sand & 7,200 lbs resin coated 16/30 sand. August 17, 2004 - GIH w/ tbg & rods. ACCEPTED FOR REGOR September 15, 2004 - Set pumping unit & put well on production. NOV 1 5 2004 **GARY GOURLEY** 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title Exec. V-P David L. Henderson Date 1119104 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Date Title 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.

(Instructions on page 2)