

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Co.

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

1625 N. FRONT ST.

Lease Serial No.

Jobbs, NM 88240

88240 NM 94864

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.

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side

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

1. Type of Well

Oil Well Gas Well Other

8. Well Name and No.

EL ZORRO FREMONT FEDERAL

2. Name of Operator

LAYTON ENTERPRISES, INC.

9. API Well No.

#1 AND #2

3a. Address

3103 79TH ST. LOBBOCK, TX 79423

3b. Phone No. (include area code)

806-745-4638

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

#1 2080 FNL S10 FEL
SEC. 1 T9S R36E
LEA CO. NM

#2 1880 FNL 1350 FEL
SEC. 1 T9S R36E
LEA CO. NM

10. Field and Pool, or Exploratory Area

ALLISON: DEVONIAN

11. County or Parish, State

LEA COUNTY

12. CHECK APPROPRIATE BOX(ES) 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"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete
	<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 checked="" type="checkbox"/> Water Disposal
			<input type="checkbox"/> Water Shut-Off
			<input type="checkbox"/> Well Integrity
			<input type="checkbox"/> Other _____

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.)

APPROVAL IS REQUESTED FOR DISPOSAL OF PRODUCED WATER FROM THESE WELLS IN OUR DISPOSAL WELL AS DESCRIBED ON THE ATTACHMENT.

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

Name (Printed/Typed)

DARIN LAYTON

Title VICE PRESIDENT

Signature

Date 2-28-01

2001 MAR 9 9:25 AM

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (ORIG. SGD.) DAVID R. GLASS

PETROLEUM ENGINEER

Date MAR 09 2001

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

SEE ATTACHED FORM

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

CONDITIONS OF

3 GWW