Form 3160-5

## N.M. Oil Cons. DIV-Dist. 2

FORM APPROVED

Expires July 31, 1996

UNITED STATES
DEPARTMENT OF THE INTERIOR OF VV. Grand Averaus Serial No. (November 1994) sia, NM 88210 NMNM14124 SUNDRY NOTICES AND REPORTS ON Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name 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 Type of Well RECEIVED Oil Well Gas Well Other 8. Well Name and No. AUG T 6 7005 Marquardt 1 Penn Federal No. 2 Name of Operator Gruy Petroleum Management Co. API Well No. ひじしっぺれしたらい 30-015-34194 3b. Phone No. (include area code) P. O. Box 140907 Irving, TX 75014-0907 972-401-3111 10. Field and Pool, or Exploratory Area White City; Penn (87280) Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State Sec 1-T25S-R26E Eddy Co., NM 800' FNL & 1550' FEL 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Deepen Production (Start/Resume) ■ Water Shut-Off Acidize Notice of Intent ☐ Well Integrity Alter Casing Fracture Treat Reclamation Subsequent Report New Construction Other Set surface & Casing Repair Recomplete intermediate casing Plug and Abandon Change Plans Temporarily Abandon Final Ahandonment Notice Plug Back Water Disposal Convert to Injection 13. Describe Proposed or Completed Operation (clearly state al) 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.) 07-23-05 Spudded well. Ran 5 jts 13-3/8" 48# J-55 STC casing to 213'. Cemented with 250sx Premium Plus. Circulated 70sx to pit. 07-24-05 WOC 14.5 hours. Tested casing to 1000psi. 07-28-05 Ran 80 jts 9-5/8" 40# J-55 LTC casing to 3200'. Cemented with lead of 750sx Interfill C + 1/4# Flocele and tail of 200sx Premium Plus + 1% CaCl. Circulated 185sx to pit. WOC 13.25 hours. Tested casing to 1500psi. ACCEPTED FOR RECORD AUG 1 2 2005 LES BABYAK TROLEUM ENGINEER 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title Natalie Krueger Regulatory Technician Signature

> THIS SPACE FOR FEDERAL OR STATE OFFICE USE 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.

August 3, 2005

Date

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.

Approved by