

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

1301 W. Grand Avenue

Form 3160-5
(August 1999)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB 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 <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other Sec. 18, T 16S, R 29E, Eddy Co., NM (2310' from the N. line & 330' from the E line) Unit Letter H		5. Lease Serial No. NM 24072
2. Name of Operator BEACH EXPLORATION, INC.		6. If Indian, Allottee or Tribe Name
3a. Address 800 N. MARIENFELD, STE 200	3b. Phone No. (include area code) (432) 683-6226	7. If Unit or CA/Agreement, Name and/or No. NMNM106832X
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec. 18, T 16S, R 29E, Eddy Co., NM (2310' from the N. line & 330' from the E line) Unit Letter H		8. Well Name and No. # 3
		9. API Well No. 30-015-25983
		10. Field and Pool, or Exploratory Area W. HIGH LONESOME QUEEN
		11. County or Parish, State EDDY

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 type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<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 type="checkbox"/> 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 recompleat 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 recompleat 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.)

Beach Exploration, Inc. has experienced reduced injection rates on West High Lonesome # 3. Beach plans to clean out this well to improve injection.

- 1) Dig workover pit, fence and line. Flow back well to reduce pressure.
- 2) Release packer & pull 2 3/8" plastic coated tubing
- 3) RIH w/2 3/8" workstring, w/3 7/8" bit and scraper and clean out well to TD 1,784. POOH
- 4) RIH w/2 3/8" workstring and packer and treat well w/ xylene and or acid
- 5) Swab well back to clean up. POOH w/ workstring and packer
- 6) RIH w/2 3/8" plastic coated injection tubing and plastic coated AD1 tention packer
- 7) Circulate packer Fluid on backside, set packer at 1,644' (perfs 1,714 - 1,728)
- 8) Conduct integrity test and turn well back to injection.

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

Brenda Martin

Signature

Title Regulatory Analyst

Date 11/14/05

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

(ORIG. SGD.) ALEXIS C. SWOBODA

PETROLEUM ENGINEER

Date NOV 22 2005

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 RFO

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.