Form 3160-5 (April 2004)

OCD-ARTESIA

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

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

APR 03 20

5. Lease Serial No.

NM NM 98791 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 Wel Gas Well Öil Well Other 8. Well Name and No. APR 0 5 2000 Match Box Federal #1 2. Name of Operator Parallel Petroleum Corporation OULANTED MAPI Well No. 30-015-34640 3b. Phone No. (include area code) 1004 N. Big Spring St., Suite 400, Midland, Texas 79701 432/684-3727 10. Field and Pool, or Exploratory Area Hope, Penn, South 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State SL 560' FSL and 1880' FEL BHL 660' FNL and 1880' FEL, Sec. 1, T19S, R21E **Eddy County, NM** 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT. OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Alter Casing Well Integrity Fracture Treat Reclamation Casing Repair New Construction Other Recomplete ___ Subsequent Report Change Plans Temporarily Abandon Plug and Abandon Final Abandonment Notice Convert to Injection Plug Back 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 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.) Change surface and intermediate hole and casing sizes as follows: Drill 14 3/4" hole to approximately 300', using fresh water spud mud. Set 12 3/4", 35#, L/S, 8R, STC casing with 440 sacks Class C cement (circulate to surface, 1" if necessary). Drill 11" hole to approximately 1300', using fresh water and viscous sweeps for hole cleaning. Set 8 5/8", 24#, J-55, 8R, STC casing with 460 sacks Class C cement (lead will be 50:50 Poz, circulate to surface, 1" if necessary). Drill 7 7/8" production hole. 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Deane Durham Title Engineer 03/23/2006 Signature Date THIS SPACE FOR FEDERAL OR STATE OFFICE USE PIETROLEUM ENGINEER

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.

Office

(ORIG. SGD.) ALEXIS C. SWOBODA

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.

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UNITED STATES
DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED
OM B No. 1004-0137
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5.	Lease	Serial	No.	
	NM	NM	09701	

SUNDRY NOTICES AND REPORTS ON WELLS				NM NM 98791				
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160 - 3 (APD) for such proposals.					, 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 Gas Well Other		DE	CEIVED	9 Wall No.	ne and No			
				8. Well Name and No. Match Box Federal #1				
			PR 0 5 2006	9. API W				
3a. Address 3b. Phone No. 1004 North Big Spring, Suite 400, Midland, Texas 79701 432-684-3			SEMATEON	30-015-34640 10. Field and Pool, or Exploratory Area				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				Hope, Penn, South				
SL 560' FSL and 1880' FEL BHL 660' FNL and 1880' FEL, Sec. 1, T19S, R21E		11. County or Parish, State Eddy County, NM						
12. CHECK APPROPRIATE BOX(ES) T	TO INDICATE	NATUR	E OF NOTICE, R	EPORT, OR OTHER DATA				
TYPE OF SUBMISSION		TYP	E OF ACTION					
	Deepen Fracture Tr New Const	truction	Production (Sta Reclamation Recomplete Temporarily Ab	Well Integrity Other				
Final Abandonment Notice Convert to Injection								
following completion of the involved operations. If the operat testing has been completed. Final Abandonment Notices shall determined that the site is ready for final inspection.) Permitted for Morrow test to 7700' depth with an alt Change plan to not test the Morrow and go directly t through the Wolfcamp formation, run open-hole logs BHL listed above. Production casing will be 5 1/2", 1 Cement production casing with 565 sacks (50:50) Poz and 555 sacks Class H CMT + 0.6% BA-10 +0.4% Ct Tail.	ernate plan to dr to the horizontal s, set a CMT plug 7#, N-80 or equiv c:Class C CMT +	ill a horiz "alternat g for a kic valent, L'I	nents, including reclam zontal Wolfcamp we e" plan. Will drill ve ck-off plug and drill FC form total depth ttonite +0.2% FL-52.	ation, have beauli. II. Prical well to the horizont back to surface A +0.2% sod	en completed, and the operator has o approximately 5300' al well in 7 7/8" hole to ace (long string). ium Metasilicate Lead			
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Deane Dupham		Title E	ngineer					
Signature I Searl Wurkann			Date 03/22/2006					
THIS SPACE FOR FEDERAL OR STATE OFFICE USE								
Approved by Conditions of approved if any one attached Approved of this poly					Date MAR 3 0 2006			
Conditions of approval, if any, are attached. Approval of this not certify that the applicant holds legal or equitable title to those right which would entitle the applicant to conduct operations thereon.	hts in the subject lea	ase O	ffice					
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make	it a crime for any	person kn	owingly and willfully	to make to an	y department or agency of the United			

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.