

OCD-ARTESIA  
UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No. 1004-0135  
Expires July 31, 1996

**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**

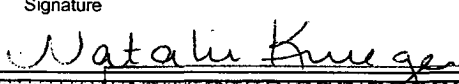

<b>1. Type of Well</b> <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		<b>5. Lease Serial No.</b>  <b>NM-0441951</b>
<b>2. Name of Operator</b> Gruy Petroleum Management Co.		<b>6. If Indian, Allottee or Tribe Name</b>
<b>3a. Address</b> PO Box 140907; Irving, TX 75014-0907	<b>3b. Phone No. (include area code)</b> 972-401-3111	<b>7. If Unit or CA/Agreement, Name and/or No.</b>
<b>4. Location of Well (Footage, Sec., T., R., M., or Survey Description)</b> 950' FNL & 1000' FWL D-31-24S-26E		<b>8. Well Name and No.</b> White City 31 Federal No. 3
		<b>9. API Well No.</b> 30-015-34300
		<b>10. Field and Pool, or Exploratory Area</b> White City; Penn (Gas)
		<b>11. County or Parish, State</b> Eddy County, NM

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 <u>Set surface &amp; intermediate casing</u>
	<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, included estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleting 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 recompleting 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.)**
- 03/11/06 Spudded well. Ran 5 jts 13-3/8" 48# H-40 STC casing to 215'. Cemented with 210 sx Premium Plus (14.8 ppg, 1.34 yld, 6.34 water mix) + 2% CaCl. Circulated 46 sx to pit. WOC 16.75 hours.
- 03/12/06 Tested casing to 1000 psi for 30 minutes.
- 03/17/06 Ran 43 jts 9-5/8" 40# J-55 LTC casing to 1940'. Cemented with lead of 525 sx Interfill C (11.9 yld, 2.45 wt) + 0.25# Flocele and tail of 200 sx Premium Plus (1.33 yld, 14.8 wt) + 1% CaCl. Circulated 35 sx to pit. WOC 22 hours.
- 03/18/06 Tested casing to 1000 psi for 45 minutes.

RECEIVED  
APR 21 2006  
OCD-ARTESIA

<b>14. I hereby certify that the foregoing is true and correct</b> Name (Printed/Typed)  Natalie Krueger Signature 		Title Reg Tech Date April 12, 2006
<b>ACCEPTED FOR RECORD THIS SPACE FOR FEDERAL OR STATE OFFICE USE</b>		
Approved by  ORIG. SGD. DAVID R. GLASS Conditions of Approval, if a Date 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 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. (Instructions on reverse)	Title Date Office	