

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

Month - Year  
MAR 19 2007  
OCD - ARTESIA, NM

**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  
 Oil Well  Gas Well  Other

2. Name of Operator  
 Fairway Resources Operating, LLC

3a. Address  
 538 Silicon Drive, Suite 101, Southlake, TX 76092

3b. Phone No. (include area code)  
 817/416-1946

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
 1,656' FNL and 1,656' FEL Section 35-T17S-R27E

5. Lease Serial No.  
 LC 055561

6. If Indian, Allottee or Tribe Name

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

NM 1091695X

8. Well Name and No.  
 South Red Lake Unit II #46

9. API Well No.  
 30-015-25157

10. Field and Pool, or Exploratory Area  
 Redlake, QN, GB, SA

11. County or Parish, State  
 Eddy County, NM

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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input checked="" 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 recomplate 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.)

Csg. size 5 1/2" set @ 1,803' with 375 sxs cement  
 TIH and set CIPB @ 1,525'  
 Circulate packer fluid  
 Pressure test csg to 500#  
 POH with tbg

This well may have future utility as an injector. Waterflood operations will be monitored to make a final determination while the well is temporarily abandoned.

Accepted for record  
 NMOCD

MAR 20 2007

Approved for MIT.

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

Cindy Flood

Title Office Manager

Signature

*Cindy Flood*

Date

03/08/2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

APPROVED

Approved by

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.

Title

Office

Date

MAR 13 2007

*Wesley W. Ingram*  
 WESLEY W. INGRAM  
 PROFESSIONAL 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 Federal or State official any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)