Form 3160-5 (November 1994)

N.M. DIV-Dist. 2 UNITED STATES DEPARTMENT OF THE INTERIOR 1 W. Grand Avenue BUREAU OF LAND MANAGEMENTARTESIA, NM 88210

Oil Cons.

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

Lease Serial No. NMNM 106964

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an

| Do not use this form for proposals to abandoned well. Use Form 3160-3 (A | 6. If Indian, Allottee or Tribe Name | | |
|--|---|---|---|
| SUBMIT IN TRIPLICATE - Other Inst | tructions on reverse side | 7. If Unit or CA/Agreement, Name and/or No. NMNM 106827 | |
| Oil Well S Gas Well Other | \(\sigma^2\) \(\frac{\pi}{\sigma}\) | 8. Well Name and No. Magnum Federal 5 Com No. 3 | |
| Name of Operator Gruy Petroleum Management Co. | To Och ECELLO 425 | 9. API Well No. | |
| a. Address P. O. Box 140907 Irving, TX 75014-0907 | 3b. Phone No. (include a reacode) 972-401-31116 | 30-015-32651 10. Field and Pool, or Exploratory Area | • |
| Location of Well (Footage, Sec., T., R., M., or Survey Descript | tion) Pa go | Turkey Track, Morrow North | |
| 660' FSL & 1650' FEL Sec. 5 T18S R31E | ion) | 11. County or Parish, State Eddy Co. NM | |
| 12. CHECK APPROPRIATE BOX(ES) | TO INDICATE NATURE OF NOTICE, R | EPORT, OR OTHER DATA | |

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|--|---|---|-------------------------------------|
| Notice of Intent Subsequent Report Final Abandonment Notice | Acidize Alter Casing Casing Repair Change Plans Convert to Injection | Deepen Fracture Treat New Construction Plug and Abandon Plug Back | Production (Start/Resume) Reclamation Recomplete Temporarily Abandon Water Disposal | Water Shut-Off Well Integrity Other |

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.) determined that the site is ready for final inspection.)

Request approval to set 7" HCP-110 26# production casing to Strawn TD. This will allow for easier deeping to Morrow after Strawn depletion.

| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Zeno Farris | Title Manager Operations Administration | | | | |
|--|---|--|--|--|--|
| Signature Zono Fouri | Date April 14, 2003 | | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | |
| Approved by (ORIG. SGD.) ALEXIS C. SWOBODA | PETROLEUM ENGINEER APR 17 2003 | | | | |
| Conditions of approval, if any, are attached. Approval of this notice does not wan certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon. | rant or Office | | | | |

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.