

N.M. Oil Cons. Div-Dist. 2  
1301 W. Grand Avenue  
UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
ALBUQUERQUE, NM 88210

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**

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		RECEIVED JAN 21 2005 COB-ARTERIA
2. Name of Operator Gruy Petroleum Management Co.		
3a. Address P.O. Box 140907 Irving, TX 75014-0907	3b. Phone No. (include area code) 972.401.3111	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SHL 2520' FNL & 1415' FEL Sec 7 24S-26E BHL 1500' FSL & 1200' FEL Sec 7 24S 26E		

5. Lease Serial No. NM-15295
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No. NA
8. Well Name and No. C K 7 Federal No. 2
9. API Well No. 30-015-33421
10. Field and Pool, or Exploratory Area Carlsbad; South, Morrow
11. County or Parish, State Eddy, NM

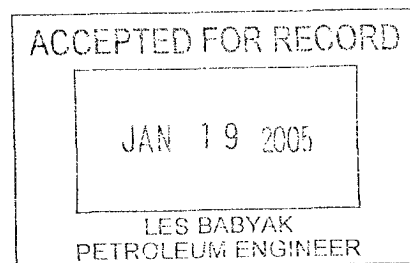
**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

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 Set production casing
	<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 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.)

05-31-04 Ran 265 jts of 17# P-110/N-80 LTC New casing to 12346.' Cemented first stage with lead 475 sx Interfill H + 0.25# Flocele + 0.2 HR7. Cemented tail 520 sx Super H + 0.5 LAP + 0.25# D-AIR + 0.4 CFR-3 + 5# Gilsonite + 0.25# Flocele. Circulated 10 sx to pit. Cemented second stage lead 1300 sx Interfill C + 0.25# Flocele. Cemented tail 150 sx Premium Neat. Found TOC at 645.'

06-01-04 Released rig at 0700 hrs on 06-01-04 to go to the CK 7 Fed No. 1.



14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Natalie Krueger

Signature

*Natalie Krueger*

Title

Production Assistant

Date

January 17, 2005

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by	Title	Date
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	

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.