

1994)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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 APR 15 2005 OCD-ARTESIA	5. Lease Serial No. NMLC065457
2. Name of Operator Gruy Petroleum Management Co.			6. If Indian, Allottee or Tribe Name
3a. Address P.O. Box 140907 Irving, TX 75014-0907	3b. Phone No. (include area code) 972.401.3111		7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 30-T24S-R26E SHL 1350S&2050W BHL 1350S&1650W		8. Well Name and No. J M Gates Federal NCT-1 No. 3	
		9. API Well No. 30-015-34030	
		10. Field and Pool, or Exploratory Area White City; Penn (Gas)	
		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 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 checked="" type="checkbox"/> Other <u>Switch access roads</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, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate 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 recompleation 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.)

Gruy proposes to use a different existing road to get to its JM Gates Federal NCT-1 No. 3 than the one permitted.

The road Gruy will now use approaches the well site from the South, rather than from the Northeast.

Exhibit B Replacement

Please see the attached Location Verification Map.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Natalie Krueger		Title Regulatory Analyst
Signature <i>Natalie Krueger</i>		Date April 7, 2005

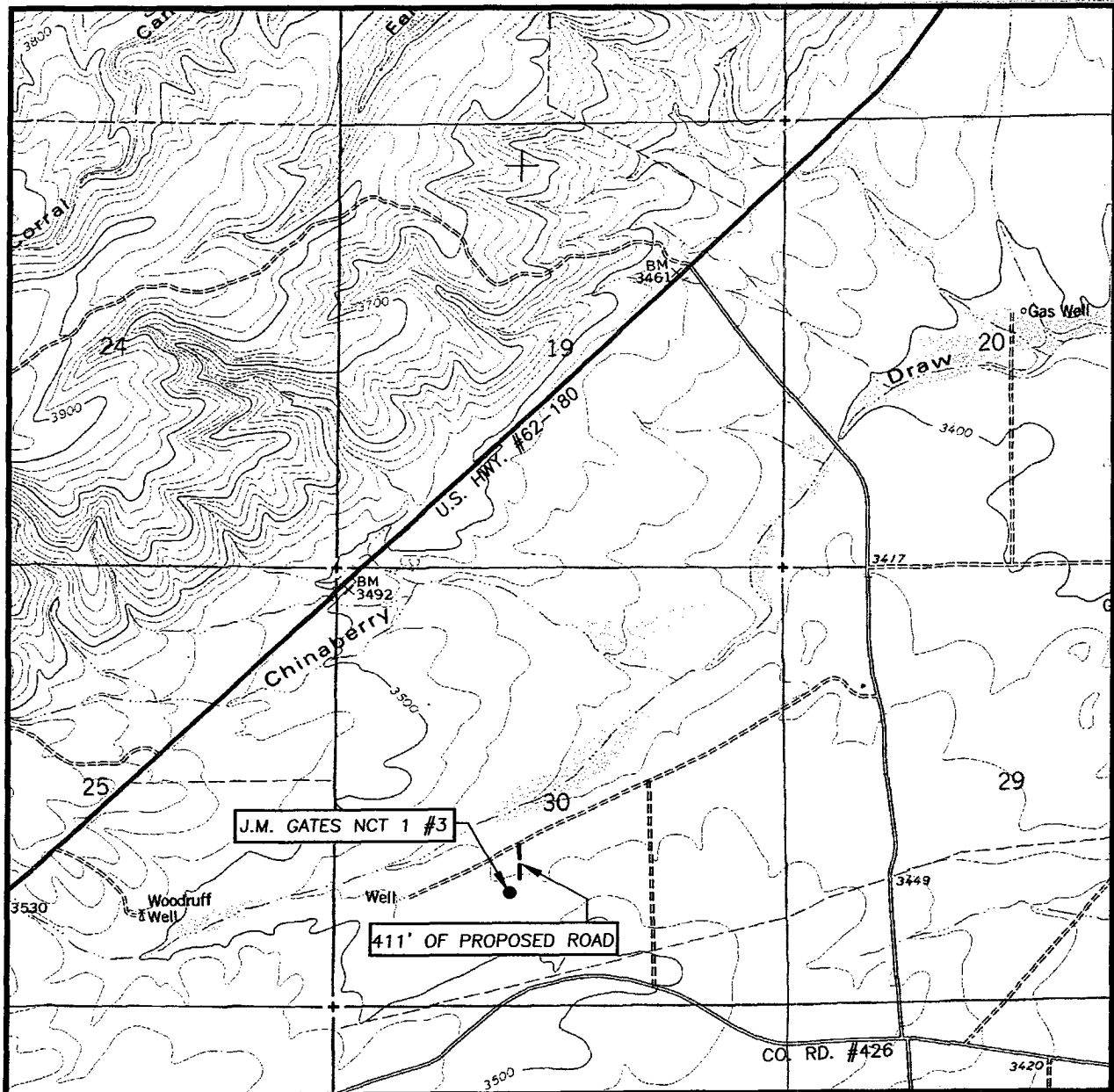
THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by /S/ James Stovall	FOR THE FIELD MANAGER	Date APR 14 2005
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 CARLSBAD FIELD 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.

(Instructions on reverse)

LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL:
BLACK RIVER VILLAGE, N.M. - 20'

SEC. 30 TWP. 24-S RGE. 26-E

SURVEY N.M.P.M.

COUNTY EDDY

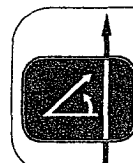
DESCRIPTION 1350' FSL & 2050' FWL

ELEVATION 3465'

OPERATOR GRUY PETROLEUM
MANAGEMENT COMPANY

LEASE J.M. GATES NCT 1

U.S.G.S. TOPOGRAPHIC MAP
BLACK RIVER VILLAGE, N.M.



PROVIDING SURVEYING SERVICES
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