Form 3160-5 (April 2004) **UNITED STATES** FORM APPROVED OMB NO. 1004-0137 DEPARTMENT OF THE INTERIOR Expires March 31, 2007 **BUREAU OF LAND MANAGEMENT** 5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELL NM NM 98791 6. If Indian, Allottee or Tribe Name Denot use this form for proposals to drill or to re-entering abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No 153486> SUBMIT IN TRIPLICATE - Other instructions on reverse side 1. Type of Well 8. Well Name and No. Oil Well X Gas Well Other 1 SQUEEZE BOX 2. Name of Operator PEDERAL PARALLEL PETROLEUM CORPORATION 9. API Well No. 3b. Phone No. (include area code) 3a. Address 30-015-34725 432-685-6563 1004 N BIG SPRING, MIDLAND, TX 79701 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) WILDCAIR, WOLFCAMP 96086 SL: 300 FSL & 710 FEL 11. County or Parish, State PP: 660 FSL & 710 FEL BHL: 660 FNL & 710 FEL SEC 12, T19S, R21E CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Notice of Intent Decoca Well Integrity Fracture Treat Reclamation Subsequent Report Casing Repair Plug and Abandon Temporarily Abandon Final Abandonment Notice Plug Back Convert to Injection Water Disposal 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 day 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 final site is ready for final inspection.) 05-23-2006 LOG RAN (PLATFORM EXPRESS THREE DETECTOR LITHO-DENSITY, COMPENSATED NEUTRON/HNGS) ATTACHED (CC: NMOCD)

 I hereby certify that the foregoing is true and correct Name (Printed/Typed) 	Title		_
KAYE MC CORMICK	SR PROD & REG	R PROD & REG TECH	
Mur Mc Cornuck	Date 11-15-2006		
THIS SPACE FOR	FEDERAL OR STATE OFFICE USE		
Approved by	Title	Date	_
Conditions of approval, if any, are attached. Approval of this notice does neerify that the applicant holds legal or equitable title to those rights in the which would entitle the applicant to conduct operations thereon	ot warrant or subject lease		

Arrant, Bryan, EMNRD

From: Arrant, Bryan, EMNRD

Sent: Friday, November 17, 2006 1:21 PM

To: 'kmccormick@plll.com'

Cc: Sanchez, Daniel J., EMNRD; Macquesten, Gail, EMNRD; Gum, Tim, EMNRD; Ezeanyim, Richard,

EMNRD

Subject: Squeeze Box Federal # 1/API # 30-015-34725

Dear Kaye,

1) If you have not already done so, please submit the actual directional survey to our office as I do not see one included in the package of regulatory information received on 11/16/2006.

2) Please resubmit (on BLM's form 3160-5) an amended report and note the actual amount of cement circulated to surface.

Please note that your casing pressure test does not comply with New Mexico Oil Conservation Division (NMOCD) Rule 19.15.3.107(I)(1).

Nor does it comply with the WOC time required on surface casing. NMOCD Rule 19.15.3.107(G)(1). I also do not see scanned into website the regulatory information (a subsequent report) for the production string of casing.

In addition, I need to see if Parallel Petroleum Corporation has an approval for non standard location (NSL) for this well

to produce from the Wolfcamp?

Until one is approved from our Santa Fe office, I <u>cannot approve your C-104</u> (Request for Allowable and Authorization to Transport).

Also, please explain to me in writing why Parallel Petroleum Corporation submits their regulatory paperwork late. The information received by our office on 11/16/2006 should have been sent months ago. Please provide me with the requested information by 11/27/2006.

Yours truly,

Bryan G. Arrant NMOCD District II Geologist 505-748-1283 ext. 103