

Oil Cons.
N.M. Div-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004

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

5. Lease Serial No. NM 14140 BHL

NM 0556859-A SHL

6. If Indian, Allottee or Tribe Name

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

NASH UNIT

8. Well Name and No.

NASH UNIT #53

9. API Well No.

30-015-32548

10. Field and Pool, or Exploratory Area

NASH DRAW

11. County or Parish, State

EDDY CO., 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 RUN |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | CASING & CEMENT |
| | <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 recomple 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.)

Drill 6-1/2" hole to a measured depth of 14,367 (TVD of 13,903). Bottom hole location is 2048' FNL and 672' FEL, Sec. 12, T23S, R29E. POH with drill string and run 5-1/2" liner as follows:

| | Length |
|---------|---------------------------|
| BOTTOM: | |
| 1 JT | 2' |
| | 23 #/FTP-110 FL4S 35' |
| | Float Collar 1' |
| 93 JTS | 23 #/FTP-110 FL4S 3790' |
| TOP: | Liner Hanger & Packer 27' |

Cement with 345 SX of Class "H" + 1% BA-56 + 8/10% FL-25 + 3% Salt. Displaced with mud. Liner hanger and packer set had full returns during cementing. Bumped plug, float held. Pull 10 stands and circulate hole. POH w/ liner tool. TIH to liner top. Did not find cement @ liner top. Circulate hole w/ fresh water. POH laying down DP. Rig down and release rig @ 6:00 AM 8/13/03.

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

MICHAEL S. DAUGHERTY

Title VICE PRESIDENT OPERATIONS

Signature

Date

8/25/03

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

SEP - 4 2003

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

ALEXIS C. SWOBODA
PETROLEUM 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 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)