OCD-ARTESIA

Form 3160-5 (April 2004)

Month - Year FORM: APPROVED OM B No. 1004-01-7 Expires March 31, 2007 **UNITED STATES** DEPARTMENT OF THE INTERIOR MAY 22 20 BUREAU OF LAND MANAGEMENT OCD - ARTESIA . Nase Senal No 011574 NM 0475051 NOTICES AND REPORTS ON WELLS If Indian, Allottee or Tribe Name his form for proposals to drill or to re-enter an well. Use Form 3160 - 3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE- Other instructions on reverse side. Type of Well Oil Well ✓ Gas Well Other Well Name and No. PENNZOIL 9 FEDERAL COM #1 2 Name of Operator WADI PETROLEUM, INC. API Well No 3a Address 30-015-22038 3b. Phone No truchide area codel 545 N UPPER BROADWAY #900, CORPUS CHRISTI TX 78476 361-883-1911 10. Field and Pool, or Exploratory Area WHITE CITY (PENN) GAS POOL 4 Location of Well (Footage, Sec. T., R., M., or Survey Description) 11 County or Parish, State UNIT LETTER J: 1980 FT FROM THE SOUTH LINE AND 1980 FT FROM THE EAST LINE SECTION 9, TOWNSHIP 24S, RANGE 26E NMPM, EDDY COUNTY, NEW MEXICO **EDDY** REPORT, OR OTHER DATA 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE. TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation Other ADD PERFORATIONS Subsequent Report Casing Repair New Construction J Recomplete → 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 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) 1. UNABLE TO RELEASE PACKER AND ON-OFF TOOL @ 11,203'. 2. CUT 2-7/8" TBG @ 11,141'. ATTEMPTS TO FISH PACKER UNSUCCESSFUL. TUBING PARTED @ 11,191'. 3. SET CAST IRON BRIDGE PLUG @ 11,174' AND DUMPED 35 FEET OF CEMENT ON TOP. TOP OF CEMENT @ 11,139' 4. ADDED PERFORATIONS IN WHITE CITY (PENN) GAS POOL: 11,057' - 11,064'. 5. FRACTURE TREATED WITH 65% CO2 FOAM. SCREENED OUT WITH 13,000 LBS. IN FORWARD LETTED FOR RECORD 6. FLOWED WELL BACK, RESUMED SALES ON 2/13/07 AT RATE OF 129 MCFD. 7 2007 BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE I hereby certify that the foregoing is true and correct Name (*Printed/Typed*) **EDUARDO A. RIDDLE** Title AGENT 04/05/2007 Signature Date THIS SPACE FOR FEDERAL OR STATE OFFICE USE Date Approved by Title 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 Office which would entitle the applicant to conduct operations thereon.

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.