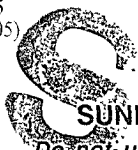


UNITED STATES **OCD-ARTESIA**
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007**SUNDRY NOTICES AND REPORTS ON WELLS**

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

☒ Oil Well ☐ Gas Well ☐ Other

2 Name of Operator

Fairway Resources Operating, LLC

3a. Address

538 Silicon Drive, Suite 101, Southlake, TX 76092

3b. Phone No. (include area code)

817/416-1946

4. Location of Well (Footage Sec. T, R, M, or Survey Description)

990' FSL and 2,310' FEL
Section 35, T17S-R27E

JUL 30 2007

5 Lease Serial No

LC-028755A

6 If Indian, Allottee or Tribe Name

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

NM 109695X

8 Well Name and No.

South Red Lake II Unit #26

9. API Well No.

30-015-00643

10 Field and Pool, or Exploratory Area

Redlake, QN, GB, SA

11 County or Parish, State

Eddy County, NM

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

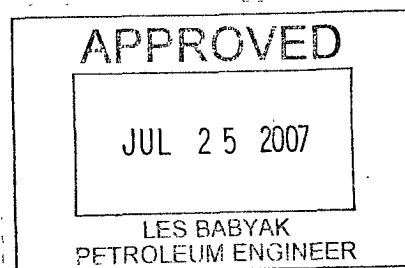
TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> 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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input checked="" 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 recomplate 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomplate in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

10" casing set at 453'
8 1/4" casing set at 948'
6 5/8" casing from surface to unknown depth
TD 1,624'
Current status: active oil well

Proposal Request:

1. Lay down rods and pump, pull production tubing.
2. Run in with tubing to 998' and spot 100' cement plug.
3. Tag top of cement.
4. Rig down and move off location.

**Accepted for record
NMOCD**14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Kenneth Pearce

Title Engineer

Signature

Date

07/03/2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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.

Title

Date

Office

Title 18 USC Section 1001 and Title 43 USC 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 page 2)