

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENTFORM APPROVED  
OMB No. 1004-0137  
Expires: March 31, 2007

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## 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 ☐ Other2. Name of Operator  
Circle Diamond Drilling, LLC3a. Address  
528 N. Canal #14, Carlsbad, NM 882203b. Phone No. (include area code)  
505 706-02694. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
2018' FSL & 2176' FEL Sec. 9, T-26S, R-27E

OCT 18 2007

OCD-ARTESIA

5. Lease Serial No.  
NM 97871

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No  
Hay "B" Federal #19. API Well No  
30-015-2393510. Field and Pool, or Exploratory Area  
Exploratory11. County or Parish, State  
Eddy, NM

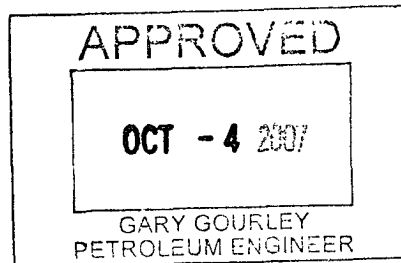
## 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 recompletable 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 recompletable 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.)

Change plans to complete as a vertical well rather than horizontal. New plat describing 40 acre dedication rather than 80 acre dedication.

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

Craig Huber

Title Managing Member

Signature

Date

09/26/2007

**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 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 page 2)

RECEIVED

WELL NAME & NUMBER Hayes Federal "B" No. 1

DEC 23 1981

LOCATION 1980' FS & WL, Sec. 9, T-26-S, R-27-E  
(Give Unit, Section, Township and Range)

OPERATOR Quanah Petroleum, Inc., Suite 525, 4835 LBJ Freeway, Dallas, Texas 75234

DRILLING CONTRACTOR Kenai Drilling of Texas, Inc., P.O. Box 6725, Odessa, Texas 79762

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above-described well and that he has conducted deviation tests and obtained the following results:

<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>
510 1			
1025 1 1/2			
1545 1			
2013 1			
2400 1			
3499 2			
4418 1			
4864 1			
6050 2			
6446 1/4			
9225 1/2			

Drilling Contractor Kenai Drilling of Texas, Inc.

By Robert A. Smith  
Robert A. Smith, Adm. & Eng. Mgr.

Subscribed and sworn to before me this 16th day of December, 1981

Barbara J. LaGrone  
Notary Public Barbara J. LaGrone

For County Texas

DISTRICT I  
1625 N. FRENCH DR., HOBBS, NM 88240

State of New Mexico  
Energy, Minerals and Natural Resources Department

DISTRICT II  
1301 W. GRAND AVENUE, ARTESIA, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV  
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

OIL CONSERVATION DIVISION  
1220 SOUTH ST. FRANCIS DR.  
Santa Fe, New Mexico 87505

Form C-102  
Revised October 12, 2005  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number <b>30-015-23935</b>	Pool Code	Pool Name <b>Hay Hollow, East</b>
Property Code	Property Name <b>HAY "B" FEDERAL</b>	Well Number <b>1</b>
OGRID No. <b>243468</b>	Operator Name <b>CIRCLE DIAMOND DRILLING COMPANY</b>	Elevation <b>3259'</b>

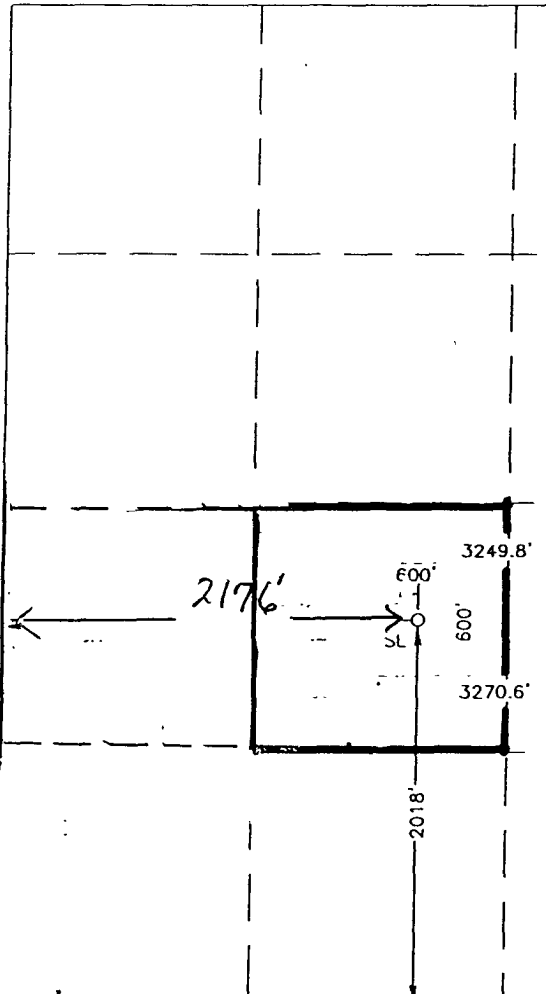
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	9	26-S	27-E		2018	SOUTH	2176	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres <b>40</b>	Joint or Infill	Consolidation Code	Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED  
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	GEODETIC COORDINATES NAD 27 NME  Y=383781.4 N X=542446.1 E  LAT.=32.055056° N LONG.=104.196326° W
	OPERATOR CERTIFICATION
	SURVEYOR CERTIFICATION
	AUGUST 30, 2006

Date Surveyed \_\_\_\_\_ MR  
Signature & Seal of Professional Surveyor  
GARY ELLISON  
06.11.14060  
Certificate No. GARY ELLISON 12841