

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

BLM Oil & Gas Division

311 S. 1st St

Albuquerque, NM 87102

210-2834

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

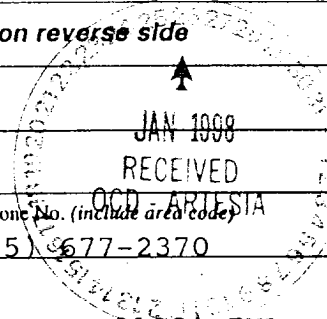
C/SF

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 <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-034696
2. Name of Operator Ray Westall		6. If Indian, Allottee or Tribe Name
3a. Address P. O. Box 4, Loco Hills, NM 88255	3b. Phone No. (include area code) (505) 677-2370	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 1, 17S, 31E 660' FSL & 2180' FWL		8. Well Name and No. VOLA FED. #3
		9. API Well No. 30-015-24050
		10. Field and Pool, or Exploratory Area Grayburg Jackson-7R-QN-GB-
		11. County or Parish, State SA 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 checked="" type="checkbox"/> Other <u>Variance Request</u>
	<input 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 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.)

OSO #4 Section III. C. 1. a. requires that each sales tank shall be equipped with a pressure vacuum thief hatch and vent line valve. The purpose of the requirement is to prevent loss of product at low volume and pressure or by flashing of light ends in high gravity oil.

A fluid with an API gravity below 36 degrees will not have a significant flashing of light ends within the normal temperature range. The loss of gas from a low volume facility would be insignificant if the sales tank is vented to the atmosphere.

OSO #4 provides for granting requests for a variance from the minimum standards. Oil produced from this lease has a gravity of 34.4 and the lease produced 4 barrels of oil per day.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) <u>Jessica Pando</u> Jessica Pando	Title Production Clerk
Signature	Date 1/12/98

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <u>ORIG. SCDM DAVID R. GLASS</u>	Title <u>PETROLEUM ENGINEER</u>	Date <u>JAN 23 1998</u>
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

Title 18 U.S.C. Section 1001, makes 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.