

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
N.M. Oil Cons. Division
1625 N. French Dr.
Hobbs, NM 88240

FORM APPROVED
Budget Bureau No. 1004-0135
Expires November 30, 2000

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
QUAY VALLEY INC.

3a. Address
P. O. Box 10280, Midland, Texas 79702

3b. PhoneNo. (include area code)
(432) 687-4220

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

Unit Letter 1, 1980' FWL, & 660' FEL
Sec. 8, T-26-s, R-32-E

5. Lease Serial No.
NM19447

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
EXXON FEDERAL # 1

9. API Well No.
30-025-28423

10. Field and Pool, or Exploratory Area
East Mason (Delaware)

11. County or Parish, State
LEA, NM

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

TYPE OF SUBMISSION

☐ Notice of Intent
☒ Subsequent Report
☒ Final Abandonment Notice

TYPE OF ACTION

☐ Acidize ☐ Deepen ☐ Production (Start/Resume) ☐ Water Shut-Off
☐ Alter Casing ☐ Fracture Treat ☐ Reclamation ☐ Well Integrity
☐ Casing Repair ☐ New Construction ☐ Recomplete ☐ Other
☐ Change Plans ☒ Plug and Abandon ☐ Temporarily Abandon
☐ Convert to Injection ☐ Plug Back ☐ Water Disposal

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximated duration thereof. If the proposal is to deepen directionally or recompleat 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 recompleat 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 final site is ready for final inspection.)

2-25-04 SPOT 25 SKS @ 4200 WOC & TAG @ 3980'

2-27-04 PERF @ 1500' COULD NOT PUMP IN SPOT 25 SKS WOC & TAG @ 1344

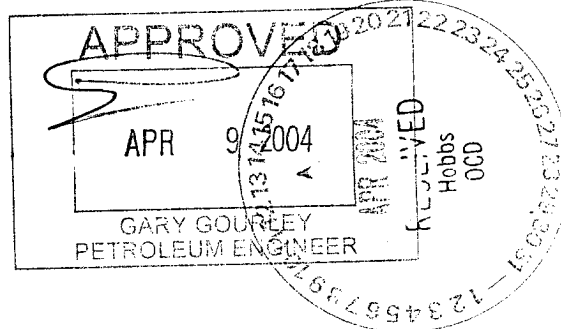
SPOT 25 SKS 1500-1400

PERF @ 600' SQUEEZE 25 SKS WOC & TAG @ 399

3-1-04

PERF @ 50 SQUEEZE 30 SKS TO SURFACE

INSTALL P & A MARKER
CIRCULATE MUD



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

JEFF KESTER

Title

CEMENTER

Date 3-1-04

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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.

(Instructions on reverse)

GWW