→ CARLSBAD

OCD-HOBBS

FORM APPROVED OM B No. 1004-0137 Expires; March 31, 2007 Form 3160-5 **UNITED STATES** (April 2004) DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 5. Lease Serial No. NM-60393 SUNDRY NOTICES AND REPORTS ON WELLS 6, If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned 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. 1. Type of Well Gas Well Other 8. Well Name and No. Gulf DE Foderal #1 2. Name of Operator Sundown Energy LP API Well No. 30-025-20071 3a Address 3b. Phone No. (include area code) 13455 Noel Rd, Ste. 2000, Dallas, TX 75240 214-368-6100 10, Field and Pool, or Exploratory Area Lynch Yates Seven Rivers 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State Sec 27, T20S, R34E, Unit M, 660'FSL & 660'FWL Lea County, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Welt Integrity Alter Casing Fracture Treat Reclamation Casing Repair Other New Construction Recomplete Subsequent Report Tempurarily Abandon Change Plans Plug and Abandon Final Abandonment Notice Water Disposal \_ Plue Back \_\_\_ Convert to Injection 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.) Assumed operations of above named property this past year. Respectfully request extension of TA status for Geology & Engineering evaluation. CIBP set @ 3550" with TOC @ 3513". No perfs are open, Will run MIT to determine casing integrity. RUN MIT WITHIN 30 DAYS APPROVED WELL MUST BE PUT BACK ON PRODUCTION BRIDING OR PEA PLANS SUBMITTED BY ENDING DATE I hereby certify that the foregoing is true and correct Name (Printed/Typed) James Fanhus Title Production Superintendent

THIS SPACE FOR FEDERAL OR STATE OFFICE USE oleum Enginee es 5 dbylak 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.

(Instructions on page 2)

