

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

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

**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  
Gruy Petroleum Management Co.

3a. Address  
PO Box 140907; Irving, TX 75014-0907

3b. Phone No. (include area code)  
972-401-3111

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1850' FSL & 900' FWL  
L-8-26S-37E

5. Lease Serial No.

LC-030177-A

6. If Indian, Allottee or Tribe Name

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

Rhodes Federal Unit

8. Well Name and No.

Rhodes Federal Unti No. 87

9. API Well No.

30-025-37602

10. Field and Pool, or Exploratory Area

Rhodes; Yates-7 Rivers (Gas)

11. County or Parish, State

Lea County, 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 checked="" 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>Set casing</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, included estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate 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 recompleation 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.)

01-09-06 Spudded 12-1/4" hole.

01-10-06 Ran 25 jts 8-5/8" 24# J-55 STC casing to 1080'. Cemented with lead of 255 sx Lite + 0.25# Flocele (12.5 den, 1.95 yld) and tail of 250 sx C + 2% CaCl (14.8 den, 1.32 yld). Circulated 72 sx cement to surface. WOC 18 hrs.

01-11-06 Tested casing to 1000 psi for 30 minutes.

01-18-06 Reached TD of 7-7/8" hole (3977').

01-19-06 Ran 91 jts 5-1/2" 15.5# J-55 LTC casing to 3977'. Cemented with lead of 820 sx Lite + 3# Salt (12.4 den, 2.06 yld) and tail of 360 sx C + 2% CaCl (14.2 den, 1.27 yld). Lost returns after switching to tail cement.

01-20-06 Ran temperature survey and found TOC at 2150'. Released rig at 3pm.

02-23-06 Tested casing to 1000 psi for 30 minutes.

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

Natalie Krueger

Signature

Title

Reg Tech

Date

3/20/2006

ACCEPTED FOR RECORD

MAY 26 2006

LES BABYAK  
PETROLEUM ENGINEER

**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)

KZ