

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division
1625 N. French Dr.
Hobbs, NM 88240

FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004

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-82926
2. Name of Operator Marshall & Winston, Inc.		6. If Indian, Allottee or Tribe Name
3a. Address P. O. Box 50880 Midland, TX 79710-0880	3b. Phone No. (include area code) 432-684-6373	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FNL & 990' FWL, Sec. 35, T20S, R33E.		8. Well Name and No. Halfway '35' Federal No. 1
		9. API Well No. 30-025-36225
		10. Field and Pool, or Exploratory Area Teas, Yates - 7R
		11. County or Parish, State Lea Co., 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 type="checkbox"/> Other <u>Spud & surface 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, including 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.)

7-28-03 Drill to 40' & set 16" conductor pipe & cement to surface.
7-29-03 Spud 12 1/4" hole at 5:00 p.m. CST. Encountered top of Rustler at 1485'.
Ran 34 jts of 8 5/8", 24#, J-55, ST&C casing to 1510'. Cemented w/ 535 sx Halliburton Lite Premium Plus Lead slurry followed by 200 sx Premium Plus Tail slurry. Plug down @ 19:30 hrs CST 8-1-03. Circ. 246 sx to pit. WOC 12 hrs. NU BOP & choke manifold. Tested same to 2000 psi.
NOTE: Mr. Deaton w/ BLM witnessed surface casing cementing and BOP test.

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

Tom M. Brandt

Title Vice President - Operations

Signature

Date 8-6-03

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED FOR RECORD
(OFFIC. SGD.) DAVID R. GLASS

Approved by
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title
Office

Date

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 reverse)

GWW