

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0137
Expires March 31, 2007

OCD-ARTESIA

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.

5. Lease Serial No.

NM NM 98791 103570

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side

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

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

Parallel Petroleum Corporation

3a. Address

1004 N BIG SPRING, SUITE 400, MIDLAND, TX 79701

3b. Phone No. (include area code)

432-685-6563

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

SURF: 285 FSL & 721 FEL, SEC 11, T19S, R21E

PROP: PP: 660 FNL&660FEL;EHL:660FNL&660EHL SEC 14,T19S,R21

8. Well Name and No.

AMMO BOX FEDERAL #

1

9. API Well No.

30-015-34958

10. Field and Pool, or Exploratory Area

WOLF CAMP GAS

11. County or Parish, State

EDDY CO

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

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☒ Other SPUD & SURF

CASING

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 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.)

09-13-06: SPUD @ 2000 HR

09-17-06: RUN 8.625" CSG, 12.25" HOLE, 24# SET @ 1530'.

LEAD #1: CMT W/300 SX H +10% AIO# LCM +1.25# CELLO FLAKE + 1% CA CL2, 14.6 PPG, 1.52 YIELD

LEAD #2: CMT W/500 SX 50/50/10 POZ C +.25# CELLO FLAKE + 5# LCM + 1.2% CACL2, 11.8 PPG, 2.4 YIELD

TAIL W/200 SX C + 2% CACL2 + .25# CELLO FLAKE. 5 CENTRALIZERS. CMT DID NOT CIRC.

TOC: 198' BY TEMP SURVEY (COPY ATTACHED). TOP OUT TO SURFACE BY 1"

WOC: 48 HOURS; TEST CSG TO 5000 PSI FOR 30 MINUTES.

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

KAYE MC CORMICK

Kaye McCormick

Title

SR PROD & REG TECHNICIAN

Date

09-26-2006

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Office

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.

ACCEPTED FOR RECORD

Date

OCT 3 2006

WESLEY W. INGRAM
PETROLEUM ENGINEER

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes it a crime for any person knowingly and willfully to make any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Phone (432) 682-7580
Fax (432) 682-7583



P.O. Box 5254
Midland, Texas 79704

TEMPERATURE SURVEY REPORT

Company Parallel Petroleum County Eddy
Lease Ammo Box Federal Well No. 1 Survey to Locate Top
Cement 750 Sacks Plug Down 21:45 09/15/06
Date of Test 09/16/06 Time 04:00 K.B. _____ T.D. _____ Size Hole 12 1/4
Casing 8 5/8 Depth 1530 Top of Cement/Leak 198 Max. Run Depth 1426
Instrument No. 580 Operator Mike Calculated by Mike

