

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007**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 Circle Diamond Drilling, LLC

3a. Address
528 N. Canal #14, Carlsbad, NM 882203b. Phone No. (include area code)
505 706-0269

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

Surface 2018' FSL, 2176 FWL Sec. 9, T-26S, R-27E
Bottom hole 1980' FSL, 330' FWL Section 9, T-26S, R-27E5. Lease Serial No.
NM 97871

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
Hay "B" Federal #19. API Well No.
30-015-2393510. Field and Pool, or Exploratory Area
Exploratory

11. County or Parish, State

Eddy, 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 Change of surface location.
	<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 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 site is ready for final inspection.)

New survey plat.



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

John Craig Huber

Title Managing member

Signature

Date

9/27/06

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/s/ Tony J. Herrell

FIELD MANAGER

Date

OCT - 9 2006

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 CARLSBAD FIELD OFFICE

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)

DISTRICT I

1625 N. FRENCH DR., HOBBS, NM 88240

DISTRICT II

1301 W. GRAND AVENUE, ARTESIA, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico

Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102

Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code	Pool Name
Property Code	Property Name HAY "B" FEDERAL	Well Number 1
OGRID No.	Operator Name CIRCLE DIAMOND DRILLING COMPANY	Elevation 3259'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	9	26-S	27-E		2018	SOUTH	2176	WEST	EDDY

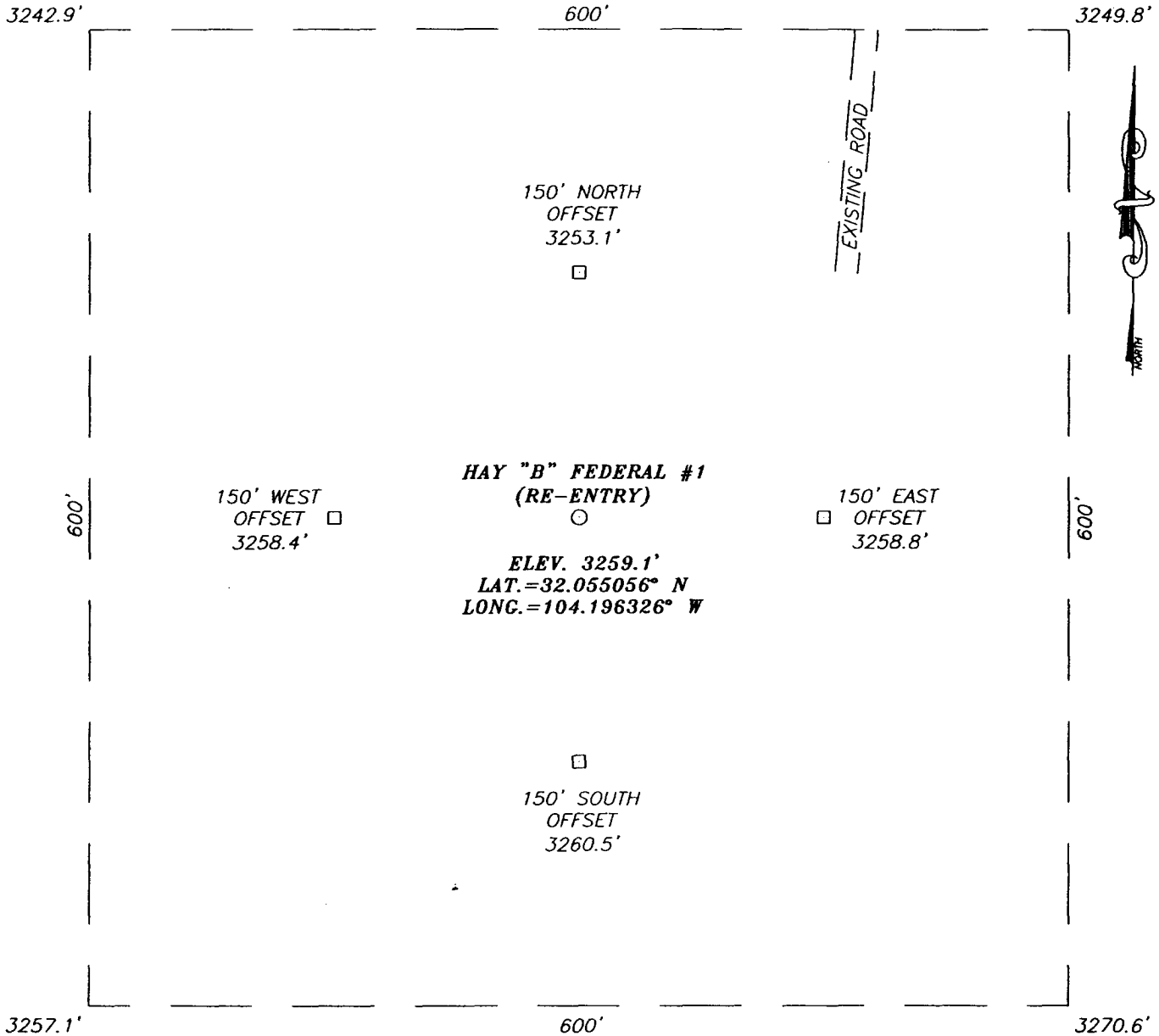
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	9	26-S	27-E		1980	SOUTH	330	WEST	EDDY
Dedicated Acres 80	Joint or Infill	Consolidation Code	Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

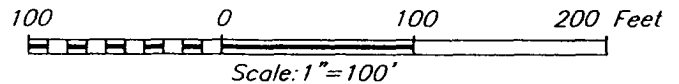
	OPERATOR CERTIFICATION I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. <i>John C. Huben</i> 9-25-86 Signature Date <i>John C. Huben</i> Printed Name
	SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. AUGUST 30, 2006 Date Surveyed MR Signature & Seal of Professional Surveyor <i>Gary E. Huben</i> 9/6/06 Certificate No. GARY E. HUBEN 12641 06.11/1406

SECTION 9, TOWNSHIP 26 SOUTH, RANGE 27 EAST, N.M.P.M.,
 EDDY COUNTY, NEW MEXICO



DIRECTIONS TO LOCATION

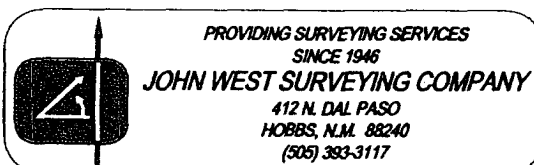
FROM THE INTERSECTION OF HWY. #285 AND CO.
 RD. #724 (WHITE CITY RD.), GO WEST ON CO. RD.
 #724 APPROX. 7.6 MILES. TURN LEFT AND GO
 SOUTH APPROX. 0.4 MILES TO EXISTING WELL PAD
 AND THIS LOCATION.



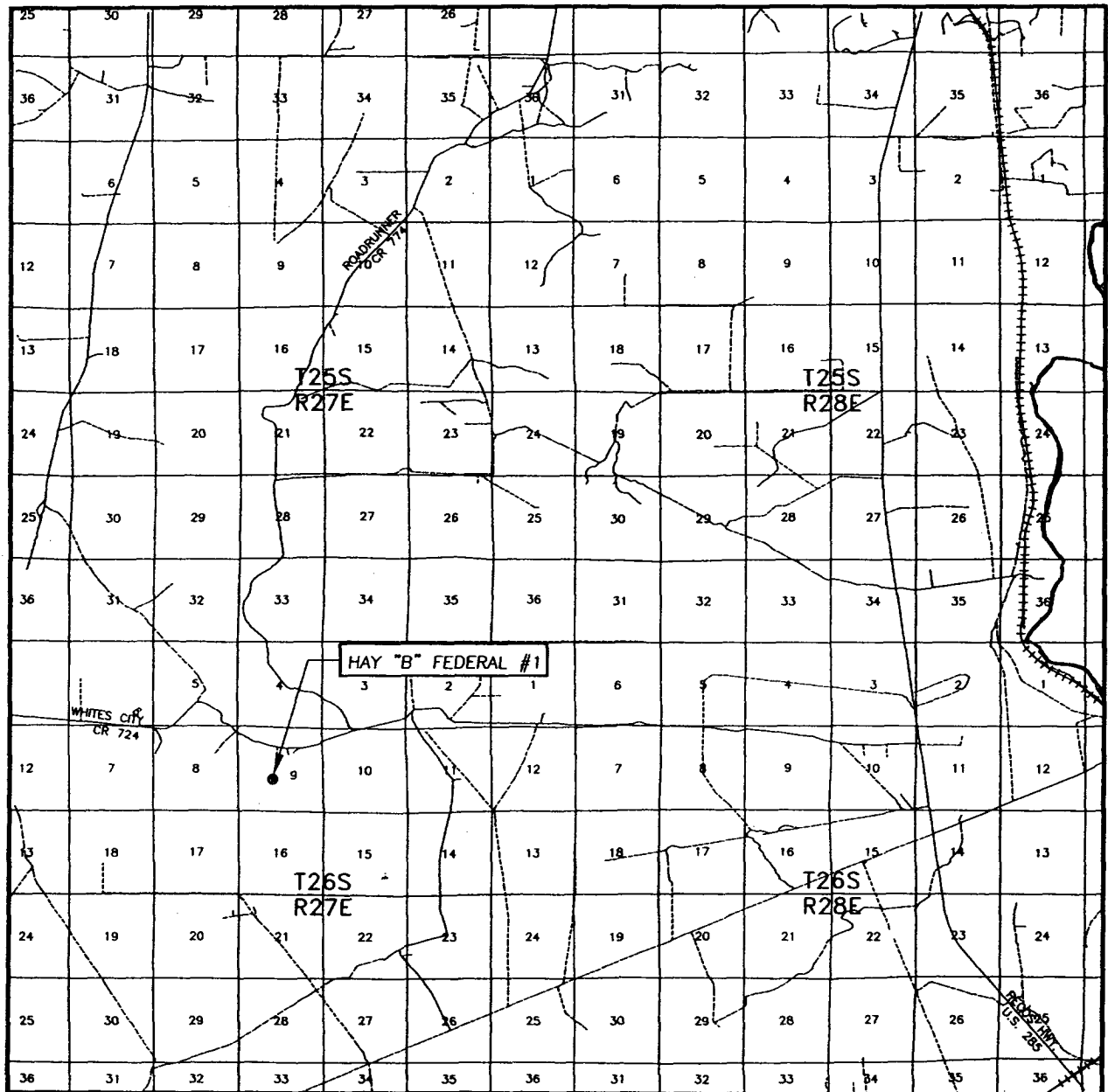
CIRCLE DIAMOND DRILLING COMPANY

HAY "B" FEDERAL #1
 LOCATED 2018 FEET FROM THE SOUTH LINE
 AND 2176 FEET FROM THE WEST LINE OF SECTION 9,
 TOWNSHIP 26 SOUTH, RANGE 27 EAST, N.M.P.M.,
 EDDY COUNTY, NEW MEXICO.

Survey Date: 08/30/06	Sheet 1 of 1 Sheets
W.O. Number: 06.11.1406	Dr By: M.R.
Date: 09/01/06	Disk: CD#6
06111406	Scale: 1" = 100'



VICINITY MAP



SCALE: 1" = 2 MILES

SEC. 9 TWP. 26-S RGE. 27-E

SURVEY N.M.P.M.

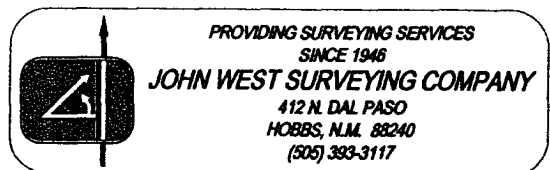
COUNTY EDDY STATE NEW MEXICO

DESCRIPTION 2018' FSL & 2176' FWL

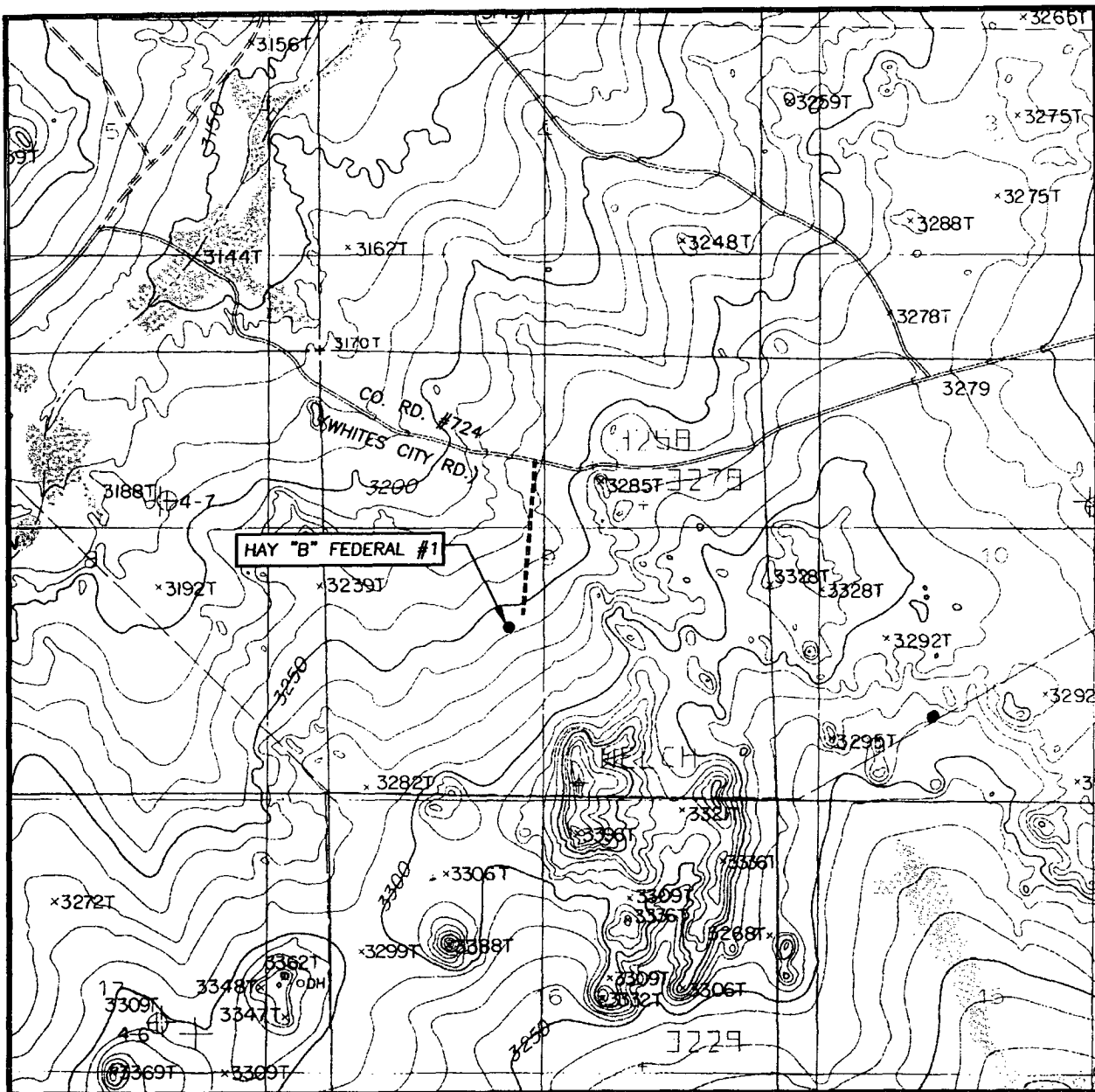
ELEVATION 3259'

OPERATOR CIRCLE DIAMOND DRILLING COMPANY

LEASE HAY "B" FEDERAL



LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL:
COTTONWOOD HILLS, N.M. - 10'

SEC. 9 TWP. 26-S RGE. 27-E

SURVEY N.M.P.M.

COUNTY EDDY STATE NEW MEXICO

DESCRIPTION 2018' FSL & 2176' FWL

ELEVATION 3259'

OPERATOR CIRCLE DIAMOND
DRILLING COMPANY

LEASE HAY "B" FEDERAL

U.S.G.S. TOPOGRAPHIC MAP
COTTONWOOD HILLS, N.M.

