Form 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR

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

FORM APPROVED OMB No. 1004-0135

Expires January 31, 2004 BUREAU OF LAND MANAGEMENT Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NM-04229-B Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. If Indian, Allottee or Tribe Name SUBMIT-IN TRIPLICATE - Other Instructions on reverse side 7. If Unit or CA/Agreement, Name and/or No. Type of Well Oil Well X Gas Well Other 8. Well Name and No. Name of Operator NEW MEXICO FED "F" NO. 1 E.G.L. RESOURCES, INC. 9. API Well No. 30-025-25976 3a. Address 3b. Phone No. (include area code) (432) 687.6560 P.O. BOX 10886 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) SALT LAKE SOUTH (MORROW) 4650' FSL & 1980' FWL 11. County or Parish, State SEC. 5, TWP. 21-S, RGE. 32-E LEA COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) \Box XX Notice of Intent Water Shut-Off Alter Casing ☐ Fracture Treat Reclamation Well Integrity Casing Repair ☐ New Construction ☐ Subsequent Report Recomplete Other Change Plans XX Plug and Abandon Temporarily Abandon Final Abandonment Notice ☐ Convert to Injection ☐ Plug Back Water Disposal 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.) determined that the site is ready for final inspection.) MIRU well service to plug well. 1. 2. ND wellhead. NU BOP. 3. RIH tallying and picking up tubing. Tag top of cement on CIBP at +/- 13,095'. Pump P&A mud to 10,125'. PUH to 10,125'. Set 200 feet cement plug in 5-1/2" csg from 10,125' to 9,925'. Pull above cement. Pump P&A mud to 7,000'. POOH standing back 7,000' of tubing. ND BOP. Determine by casing stretch amount of casing to be recovered. Attempt to recover 6,100' of casing. Cut casing and POOH w/ same. RIH with tubing to 7,000' (inside csg stub). Set cement plug from 7,000' to 75' above top of casing stub. Pull above cement plug with tubing. WOC and tag plug. Plug must be 50' to 75' above casing stub. Pump P&A mud to 5,250'. PUH to 5,250'. Set 150' cement plug from 5,250' to 5,100' across 9-5/8" casing shoe at 5,176'. Pull above cement plug with tubing. WOC and tag plug. Plug must be 50' to 75' above casing shoe. 10. Pump P&A mud to 571'. 11. PUH to 571'. Set 150' cement plug from 571' to 421' across 13-3/8" casing shoe at 496'. Pull above cement plug with tubing. WOC and tag plug. Plug must be 50' to 75' above casing shoe. Pump P&A mud to surface. PUH to 50'. Set 50' cement plug to surface. POOH w/ tubing. 14. Cut off wellhead. Install P&A marker. RD. MOL. Reclaim location. 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) 2003 JOHN A. LANGHOFF Title PETROLEUM ENGINEER Signature GARY GOURLEY AUGUST 11, 2003 PETROLEUM ENGINEER FOR FEDERAL OR STATE OFFICE USE Approved by Title 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 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

COIRST HTWOM

WELL DATA SHEET

FIELD: Salt Lake South

WELL NAME: New Mexico Fed. "F" Com. No. 1

FORMATION: TA'd

LOC: 4650' FSL & 1980' FWL SEC: 5 TWP: 21S RGE: 32E

COUNTY: LEA STATE: NM

GL: 3668' KB to GL: 18.0'

CURRENT STATUS: TA'd API NO: 30-025-25976

Proposed P&A 13-3/8", 54.5 #/ft, K-55 Cement plug from 50' to Surface' ST&C set @ 496' w/ 650 sxs cmt. Circ 200 sxs to surface. 17-1/2" hole. Cement plug from 571' to 421' 9-5/8", 53.5 #/ft, N-80 8rd csg set @ 5176' w/ 2325 sxs Circ. cmt on both stgs. DV tool @ 3093'. 12-1/4" hole. Cement plug from 5,250' to 5,100' 5-1/2" Csg stub @ 6,100' Top of cmt @ 6,250' by CBL. 6,757' - 80' 6,830' - 75' 6,950' Cement plug from 7,000' to 6,025' Top of cmt @ 9,200' by CBL. Cement plug from 10,125' to 9,925' CIBP @ 13135' w/ 40' cmt cap 13,172' - 80' CIBP @ 13350' w/ 50' cmt cap PermaTrieve Pkr @ 13464' Perfs (1 spf) 13,803' - 19' 13,893' - 900' 13,910' - 14' 13,966' - 72' 14,016' - 22' 14,028' ~ 34' CIBP @ 14100' w/ 20' cmt cap 14.128' - 32' 5-1/2", 17 & 20 #/ft, S-95, 8-rd & 14,162' - 68' 14,184' - 93' PBD @ 14246' TD @ 14306'

buttress csg set @ 14,306' w/ 875 sxs cmt. TOC @ 9200'. 7-7/8" hole. Bowen pkr type csg patch @ 561'.

FILE: NMF_1WBS.XLS JAL 08-11-2003

WELL DATA SHEET

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WELL NAME: New Mexico Fed. "F" Com. No. 1

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9-5/8", 53.5 #/ft, N-80 8rd csg set @ 5176' w/ 2325 sxs Circ. cmt on both stgs. DV tool @ 3093'. 12-1/4" hole.

Top of cmt @ 6,250' by CBL.

Top of cmt @ 9,200' by CBL.

CIBP @ 13135' w/ 40' cmt cap

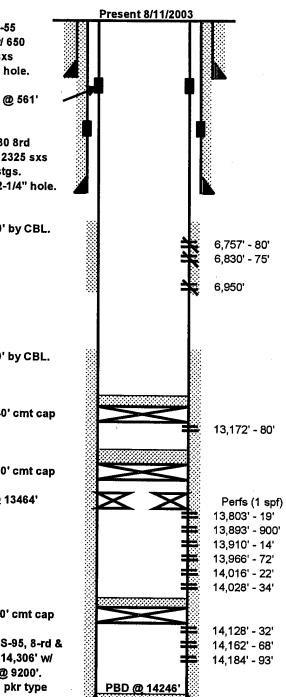
CIBP @ 13350' w/ 50' cmt cap

PermaTrleve Pkr @ 13464'

CIBP @ 14100' w/ 20' cmt cap

5-1/2", 17 & 20 #/ft, S-95, 8-rd & buttress csg set @ 14,306' w/ 875 sxs cmt. TOC @ 9200'. 7-7/8" hole. Bowen pkr type csg patch @ 561'.

FILE: NMF_1WBS.XLS JAL 08-11-2003



TD @ 14306'

Date Completed: 1/26/1979

Initial Production: 44 BOPD / 0 BWPD / 2800 MCFGPD

FLOWING WITH 2150 PSIG FTP.

initial Formation: Morrow From: 13803' To: 14034'

Completion Data:

MIRU. Drill out to PBTD @ 14246'. Selectively perf Morrow 14128' - 93'. Swb well dwn w/ no shows. Acdz w/ 2200 gal Morrow flow 10% acid & BS. Swb 6 days. Set CIBP @ 14100' & cap w/ cmt. Selectively perf 13966' - 14028'. Att to acdz but had csg failure. Cut 5-1/2" csg and make csg patch @ 561'. Selectively perf 13803' - 914'. Set perm pkr @ 13,464' and run tbg. Swb w/ well kicking off to flow w/ 30# FTP. Acdz perfs 13803' - 14028' w/ 4700 gal. Morrow flow 10% acid & flush w/ 2% KCl wtr. All fluids w/ 1000 scf/bbl N2 in 9 stgs w/ BS. Flow well to clean up. 72 hr SIBHP = 6241 psi w/ SITP of 4545 psi. CAOF 5654 MCFPD. PWOP.

Wellbore History:

Q4/80 Treat Morrow perfs 13803' - 14028' w/ 13,000 gal Metho alcohol & 13000 gal Morrow flow BC acid in 8 stgs w/ 70 BS. Flush w/ 2% KCl. All fluids w/ 1225 scf/bbl CO2. Flow & swb well to pit to clean up. Final rate: 450 MCFPD w/ 400# FTP. Before was 130 MCFPD w/ 450# FTP.

Q8/82 Compressor trial - Well avg 343 MCFPD w/ 90# suc pressure. Before was 129 MCFPD w/ 570# FTP.

12/90 MIRU. Rise seal assmbly from pkr @ 13464' & POOH. Set CIBP @ 13350' & cap w/ cmt. Perf sqz holes @ 6950' & circ up 9-5/8" csg. Set CICR @ 6900' and cmt 5-1/2" csg w/ 39 bbls cmt behind pipe. Drl out CICR & cmt to PBTD @ 6926'. Run CBL. TOC @ 6250'. Perf 6830' - 75'. Swb dry. Acdz w/ 1900 gal 15% HCl. Swb dry. Perf 6757' - 80'. Swb w/ gas show & 150'/hr FE. Acdz w/ 2400 gal. 15% NEFE. Swb w/ 250'/hr FE Frac w/ 51650 gal gel & 109 M # 20/40 sand. Flow & swb back Run prod equip. Pump test 7 days. Stabilized rate of 6 BOPD/215 BWPD. Leave well SI.

Q8/95 POOH w/ rods, pump, tbg. Cmt sqz perfs 6757' - 875'. Drl out & tst sqz ok. Drl out & cln out to PBTD @ 13,300'. RIH w/ pkr and set @ 13,100'. Perf 13,172'-80'. SITP 1400# in 2". Flow & clean up well. Build prod. fac. 144' SITP 3750#. PWOP 9/6/95. Depleted by 9/27/95 w/ BHP of 329#.

09/00 POOH w/ pkr f/ 13,100' LD tbg. RIH w/ CIBP & set @ 13,135'. Cap CIBP w/ 40' cmt. Load csg w/ pkr fluid. SI well.

Additional Data:

Gas flare - 12,820' Btms up 15' flare for 30 min.

Gas kick - 13172'-78' Took 35 bbl pit gain w/ 9.9 #/gal brine.