OCD-HOBBS

Form 3160-5 (April 2004) **UNITED STATES** FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007 DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 5. Lease Serial No. NM-0559378 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 7. If Unit or CA/Agreement, Name and/or No. 1. Type of Well ✓ Öil Well Gas Well 8. Well Name and No. 2. Name of Operator Seely Oil Company Mescalero Ridge Federal "E" #1 3a Address 3b. Phone No. (include area code) <u>30-025-38060</u> 815 W. 10th St., Ft. Worth, TX 76102 817-332-1377 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Mescalero Escarpe Bone Spring 11. County or Parish, State 330' FNL & 1980' FWL Sec. 18-T18S-R34E Lea County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE. REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Deepen Notice of Intent Alter Casing Well Integrity Fracture Treat Reclamation Casing Repair Recomplete Subsequent Report New Construction Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back 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 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.) Spudded 17 1/2" hole @ 6:45 p.m. 11/05/06. Ran 9 jts of 13 3/8" 48 lb/ft H40 csg to 407' RKB. Cemented w/ 440 sxs Class "C" w/ 2% cc. Plug down @ 1:30 p.m. 11/06/06. Circulated 20 sxs to pit. Tested csg to 1000 psi for 30 minutes. I hereby certify that the foregoing is true and correct Name (Printed/Typed) David L. Henderson Title Executive Vice President Signature 11/07/2006 Date ACCEPTED FOR RECORD THIS SPACE FOR FEDERAL OR STATE OFFICE USE 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 Office which would entitle the applicant to conduct operations thereon.

(Instructions on page 2)

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

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction