Form 3160-5 (February 2005)

(Instructions on page 2)

## OCD-HGBBS

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No. NMNM 99058

6. If Indian, Allottee or Tribe Name

## 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.

| SUBM  | IT IN TRIPLICATE - Other   | instructions on page 2.  | 7. If  | Unit of CA/Agre                      | ement, Name and/or No.                 |              |
|---|--|--|--|--------------------------------------|--|--------------|
| 1. Type of Well   |  |  | 8 W  | ell Name and No                      |  |              |
| Oil Well Gas  | NAT  |  | VATALIE FEDERAL #1                                     |                                      |  |              |
| 2. Name of Operator TRILOGY OPERATING, INC.   |  |  |  | 9. API Well No 30-025-37736          |  |              |
| 3a. Address<br>P.O. BOX 7606  | 3b. Phone No. (include area code)                                  |  | 10. Field and Pool or Exploratory Area                 |                                      |  |              |
| MIDLAND, TX 79708   | 432-000-2027   |  | FOSTER SAN ANDRES                                      |                                      |  |              |
| 4. Location of Well (Footage, Sec., T. 2230' FWL & 2428' FSL, SECTION 7, T19S, R  | ,  |  | 11. Country or Parish, State<br>LEA COUNTY, NEW MEXICO |                                      |  |              |
| 12. CHE   | CK THE APPROPRIATE BO  | OX(ES) TO INDICATE NATU  | RE OF NOTICE, RE                                       | PORT OR OTH                          | IER DATA                               |              |
| TYPE OF SUBMISSION  |  | 7  | YPE OF ACTION  |                                      |  |              |
| Notice of Intent  | ✓ Acidize  | Deepen   | Production   | action (Start/Resume) Water Shut-Off |  |              |
|   | Alter Casing   | Fracture Treat   | Reclamatio   | clamation                            |  |              |
| Subsequent Report   | Casing Repair  | New Construction   | Recomplete   | ŧ                                    | Other                                  |              |
|   | Change Plans   | Plug and Abandon   | Temporaril   | porarily Ábandon                     |  |              |
| Final Abandonment Notice  | Convert to Injection   | Plug Back  | Water Disp   | osal                                 | ************************************** |              |
| 3/8/07 - MIRU WL. RIF   | l w/ CIPB @ 3400<br>s. Acidize w/ 150                              | 0 gals 15% NEFE  | formation<br>. RDMO Aci                                | from 2930<br>dizers.                 | 0-42' and 2958-7                       | Section 1    |
|   |  |  | bern   |                                      | APR - 4 2007                           |              |
|   |  | Free Contraction of the Contract | SCOING.  | PET                                  | LES BABYAK<br>ROLEUM ENGINEER          |              |
| 14. I hereby certify that the foregoing is  | rue and correct.   | TAGE   | - OCD  |                                      |  |              |
| Name (Printed/Typed) Chris Smith  |  | Title Market   | ing Director   | ,                                    |  |              |
| Signature   |  | Date 3/23  | 3/07   |                                      |  |              |
|   | THIS SPACE   | FOR FEDERAL OR S   | TATE OFFICE  | USE                                  |  |              |
| Approved by   |  |  |  |                                      | D                                      |              |
| Conditions of approval, if any, are attache that the applicant holds legal or equitable entitle the applicant to conduct operations | itle to those rights in the subject                                |  |  |                                      | Date                                   |              |
| Title 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or representations.                                   | U.S.C. Section 1212, make it a<br>esentations as to any matter wit | crime for any person knowingly hin its jurisdiction.   | and willfully to make                                  | to any departme                      | nt or agency of the United State       | s any false, |