

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division

1625 N. French Dr.  
Hobbs, NM 88240FORM APPROVED  
OMB No. 1004-0135  
Expires November 30, 2000

RECEIVED

OCT 29 2003

**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.*

OCD-ARTESIA

**SUBMIT IN TRIPLICATE - Other Instructions on reverse side**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. <b>NM 94864</b>
2. Name of Operator <b>LAYTON ENTERPRISES, INC.</b>		6. If Indian, Allottee or Tribe Name
3a. Address <b>3103 79th St.</b> <b>Lubbock, Texas 79423</b>	3b. Phone No. (include area code) <b>806/745-4638</b>	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) <b>1880' FNL 1350' FEL</b> <b>Sec 1, T9S, R36E</b>		8. Well Name and No. <b>EL ZORRO FREMONT FED. #2</b>
		9. API Well No. <b>30-025-34703</b>
		10. Field and Pool, or Exploratory Area <b>Allison Devonian</b>
		11. County or Parish, State <b>Lea County, New Mexico</b>

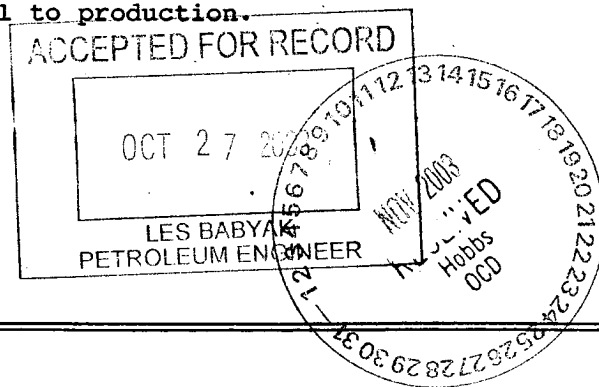
TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> 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
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<b>RESUME DRILLING</b>
	<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 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.)

Drilled out plug - Drilled new 4½" hole 12,485 to 12,855 - No show of oil or gas.

Set C. I. Bridge Plug @12,470 w/5 sx cement on top.

Preparing to install pumping equipment and return well to production.



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

**DONALD R. LAYTON**

Signature

Title

**President**

Date

**10/10/03**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

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 which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001, makes 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.