N.M. Oil Cons. DIV-Dist. 2

Form 3160-5 (August 2007) UNITED STATES 1301 W. Grand Avenue DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT ESIA, NM 88210 See See

FORM APPROVED OMB No. 1004-0137

Expires: July 31, 2010

| SUNDRY N Do not use this | NOTICES AND REPO form for proposals i Use Form 3160-3 (A | NM 16819 6. If Indian, Allottee or Tribe Name | | | | |
|--|--|---|--|---|---|---|
| | T IN TRIPLICATE – Other | 7. If Unit of CA/Agreement, Name and/or No. | | | | |
| I. Type of Well Oil Well Gas W | Vell Other | 8. Well Name and No. Williams Federal #1 | | | | |
| 2. Name of Operator Vintage Drilling LLC | | | | 9. API Well No. 30-005-20900 | | |
| 3a. Address | 3b. Phone No. (include area code) | | 10. Field and Pool or Exploratory Area | | | |
| P.O. Box 248, Artesia, NM 88211-0248 575-748-2941 | | | | SE Chaves Queen Gas Area Assoc. | | |
| 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) | | | | 11. Country or Parish, State | | |
| 1980' FNL, 660' FEL Unit H, Sec 8, T-13-S, R-31-E | | | | Chaves, NM | | |
| 12. CHEC | CK THE APPROPRIATE BO | X(ES) TO INDICATE NATUR | E OF NOTIC | CE, REPORT OR OTH | ER DATA | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | |
| Notice of Intent | Acidize | Deepen Deepen | Produ | uction (Start/Resume) | Water Shut-Off | |
| | Alter Casing | Fracture Treat | Recla | amation | Well Integrity | |
| Subsequent Report | Casing Repair | New Construction | Reco | omplete | Other | |
| | Change Plans | ✓ Plug and Abandon | Temp | Temporarily Abandon | | |
| Final Abandonment Notice | nal Abandonment Notice Convert to Injection Plug Back | | ☐ Wate | er Disposal | | |
| Describe Proposed or Completed O the proposal is to deepen direction | peration: Clearly state all per ally or recomplete horizontal | tinent details, including estimate ly, give subsurface locations and | d starting dat measured an | te of any proposed world true vertical depths o | k and approximate duration thereof. 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has

determined that the site is ready for final inspection.) Attached is a letter from Trey Williams stating that the remediation of this location is satisifactory to him as requested.

We hereby request approval of final abandonment for this lease.

RECEIVED

SEP 17 2010

NMOCD ARTESIA

RECEIVED

OCT 25 2010 **HOBBSUCD**

| 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) | | | | | |
|--|---------------------------------|--|--|--|--|
| Marie Durham | Title Secretary | | | | |
| Signature W Quiller | Date 04/06/2010 | | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | |
| Approved by | Assistant Field Manager, | | | | |
| 131 Angel Mayes 66-10-66- | Lands And Minerals | | | | |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or ce | ertify | | | | |
| that the applicant holds legal or equitable title to those rights in the subject lease which wor entitle the applicant to conduct operations thereon. | uld Office COSWELL 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)





Lee Ann Williams Ranch

Rt 2 Box 38

Lovington, NM 88260

March 30, 2010

Vintage Drilling, LLC

ATTN: Sonny Hope

P.O. Box 248

Artesia, NM 88211-0248

RE: Williams Federal NM16819 and Duncan Federal NM1535A

Dear Sonny,

As per our conversation, this letter is to verify that I have inspected the locations for the above referenced leases and I am satisfied with the remediation and condition of the locations.

Sincerely,

Trey Williams