Form 3160-5 (August 1999)

TO ATTEMPT OF THE PARTY OF THE UN TD STATES DEPARTML... OF THE INTERIOR

BUREAU OF LAND MANAGEMENT 5. Lease Serial No.

FORM APPROVED OMB NO. 1004-0135 Expires: November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS NM 0107698 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. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side CA NM 94489 I. Type of Well 8. Well Name and No. Oil Well X Gas Well Other DELHI FEDERAL No. 1 2. Name of Operator Chisos, Ltd. 9. API Well No. 3a. Address c/o Torch Energy Services, Inc. 3b. Phone No. (include area code) 30-025-20025 1221 Lamar, Suite 1600, Houston, Tx 77010-3039 713-650-1246 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) LUSK STRAWN 660' FNL & 1980' FWL, Unit C, SECTION 30, T19S-R32E 11. County or Parish, State CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION X Notice of Intent Acidize Deepen Production (Start/Resume) Water Shut-Off Alter Casing Fracture Treat Reclamation Well Integrity Subsequent Report Casing Repair **New Construction** Recomplete Other Change of Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Operator 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 final site is ready for final inspection.) August 1 Effective ____, 2002 the operator of this well changed from MISSION RESOURCES CORPORATION to CHISOS, LITD. Be advised that Chisos, Ltd. is considered to be the operator on the above described lands and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands or portions thereof. Bond coverage for this well is provided by RLI Insurance RLB 0004854 APPROVED I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title BUREAU OF LAND MANAGEMENT ROSWELL FIELD OFFICE David G. Nini Origination 10-11-02 Date THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Date Conditions of approval, if any, are attached. Approval of this notice does not warrant or Office 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

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, 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.