N.M. Oil Con Division 1625 N. French Dr.

Form 3160-5 (June 1990) DEDART

Other

I. Type of Well

2. Name of Operator

Quay Valley, Inc.

DEPARTMENT OF THE INTERIGHOUS, NW 88240
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

5. Lease Designation and Serial No.

6. If Indian, Allottee or Tribe Name

LC-068281A

8. Well Name and No.

9. API Well No.

SUNDRY NOTICES AND REPORTS ON WELLS

SUBMIT IN TRIPLICATE

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT—" for such proposals

7. If Unit or CA, Agreement Designation

Russell 19 Federal #2

3. Address and Telephone No. P.O. Box 10280 Midland, Texas 79702-7280 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 1980' FWL Section 19, T-26-S, R-32-E		30-025-08262
		10. Field and Pool, or Exploratory Area Mason Delaware, North
		11. County or Parish, State
		Lea County, NM
CHECK APPROPRIATE BOX(s)	TO INDICATE NATURE OF NOTICE	, REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
Notice of Intent	X Abandonment	Change of Plans
	Recompletion	New Construction
X Subsequent Report	Plugging Back	Non-Routine Fracturing
(7)	Casing Repair	Water Shut-Off
Final Abandonment Notice	Altering Casing	Conversion to Injection
	Other	Dispose Water
		(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Surface casing:

8-5/8" 24# @ 1,069' cmt'd w/ 350 sx, circulated

Production csg:

5-1/2" 14# csg @ 4,318' cmt'd w/ 250 sx, TOC @ 3,475' by temperature survey

Perforations:

4,300 - 4,310' (Delaware)

NOTE:

Replaced 1,605' of production casing and cemented to surface. Left RBP @ 1,700'.

Drilled outside of casing while attempting to mill out RBP.

12/29/00 Notified BLM. MIRU plugging equipment. NU BOP and RIH w/ cement retainer to 1,565'. Set retainer and circulated hole w/ mud. Stung into retainer and established rate of 1 BPM @ 1,200 psi. Squeezed 60 sx C cmt under retainer, final rate 1.5 BPM @ 700 psi, stung out of retainer w/ 500 psi. Pumped 30 sx C cmt on retainer 1,565 – 1,276'. POOH w/ tbg to 1,126' and pumped 30 sx C cmt 1,126 – 837'. ND BOP and pumped 10 sx C cmt 50' to surface.

1/09/01 Cut off wellhead, installed dry be marker, cut off anchors, and closed working pit.

4. I hereby certify that the foregoing is true and correct		
Signed Signed	Tide Stella Swanson, CPL - President	Date JANUARY 22, 2001
(This space for Federal or State office use) Approved by ORIG. SGD.) GAPY GOURLEY Conditions of approval, if any:		Date
Conditions of approval, if any:	V.	Date

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 statement or representations as to any matter within its jurisdiction.

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations, and reports of such operations when completed, as indicated, on Federal and Indian lands pursuant to applicable Federal law and regulations, and, if approved or accepted by any State, on all lands in such State, pursuant to applicable State law and regulations. Any necessary special in-

structions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office.

SPECIFIC INSTRUCTIONS

Item 4—If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

Item 13—Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by local Federal and/or State offices. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones, or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to top of any left in the hole; method of closing top of well; and date well site conditioned for final inspection looking to approval of the abandonment.

NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et. seq., 351 et. seq., 25 U.S.C. et. seq.; 43 CFR 3160.

PRINCIPAL PURPOSE — The information is to be used to evaluate, when appropriate, approve applications, and report completion of secondary well operations, on a Federal or Indian lease.

ROUTINE USES:

- (1) Evaluate the equipment and procedures used during the proposed or completed subsequent well operations.
- (2) Request and grant approval to perform those actions covered by 43 CFR 3162.3-2(2).
- (3) Analyze future applications to drill or modify operations in light of data obtained and methods used.
- (4)(5) Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions.

EFFECT OF NOT PROVIDING INFORMATION — Filing of this notice and report and disclosure of the information is mandatory once an oil or gas well is drilled.

The Paperwork Reduction Act of 1980 (44 U.S.C. 3501, et. seq.) requires us to inform you that:

This information is being collected in order to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

This information will be used to report subsequent operations once work is completed and when requested, to obtain approval for subsequent operations not previously authorized.

Response to this request is mandatory for the specific types of activities specified in 43 CFR Part 3160.

BURDEN HOURS STATEMENT

Public reporting burden for this form is estimated to average 35 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to the partment of the Interior, Bureau of Land Management, (Alternate) Bureau Clearance Officer, (WO-777), 18 and C. Streets, N.W., Washington, D.C. 20240, and the Office of Management and Budget, Paperwork Reduction Project (1004-0135), Washington, D.C. 20503.