

Form 3160-5
(August 1999)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTN.M. Oil Cons. Division
1625 N. French Dr.
Hobbs NM 88240FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000SUNDRY 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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <i>Injection</i>		5. Lease Serial No. 071062749B
2. Name of Operator QUAY VALLEY, INC.		6. If Indian, Allottee or Tribe Name
3a. Address P. O. BOX 10280 MIDLAND TX 79702-7280	3b. Phone No. (include area code) (915)687-4220	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FNL & 1980' FWL, SECTION 19, T-26-S, R-32-E		8. Well Name and No. THOMPSON 19 FEDERAL #2
		9. API Well No. 30-025-08260 <i>08266</i>
		10. Field and Pool, or Exploratory Area MASON DELAWARE, NORTH
		11. County or Parish, State LEA COUNTY NEW MEXICO

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 type="checkbox"/> Subsequent Report	<input type="checkbox"/> After 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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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 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.)

Surface casing: 8-5/8" 24# @ 1,014' cmt'd w/350 sx, circulated
 Production csg: 5-1/2" 14# csg @ 4,320' cmt'd w/350 sx, TOC @ 3,080' by temperature survey
 4" flushjoint liner, 4,052-4,300'
 Perforations: 4,303-4,307' (Delaware)
 2-3/8" IPC tubing to 4,034' w/1-1/2" tubing to 4" Guiberson packer @ 4,292'

1. POOH w/injection equipment.
2. RIH w/tbg-set CIBP and sct @ 4,000'. Circulate mud and pump 10 sx C cmt on top of CIBP.
3. Cut and pull 5-1/2" casing based on stretch measurements, estimated 1,500'.
4. Pump 40 sx C cmt across csg stub. TAG
5. Pump 50 sx C cmt 50' below surface casing shoe. TAG (*at least 960'*)
6. Pump 30 sx C cmt @ 700'.
7. Pump 10 sx C cmt 50' to surface.

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

STELLA SWANSON, CPL

Title
PRESIDENT

Signature

Date
11/28/2000

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 an official or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on reverse)

**SUBJECT TO
LIKE APPROVAL
BY STATE**