N.M. OIL CONS. COMMISSION P.O. BOX 1980 HORRS NEW MEXICO 88240 Form 3160-5 UNITED STATES (Jube 1990) Budget Bureau No. 1004-0135 DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. LC-030180B SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name 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 SUBMIT 1. Type of Well W Wall 8. Well Name and No. 2. Name of Operator Farnsworth B 1/43 Southwest Royalties, Inc. 9. API Well No. 3. Address and Telephone No. 30 0251 1963 1/962 P. O. Box 11390; Midlqnd, TX 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Soc., T., R., M., or Survey Description) Scarborough Yates 7 Rivers Sec. 7 T26S R37E 1980 FSL & 1650 FWL 11. County or Parish, State Lea, NM Unit K CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonmeni Change of Plans Recompletion **New Construction** Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Other Deepen Same Zone Dispose Water 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.) Run GR-Nuetron. Drill approx. 70' thru Seven Rivers II Zone. Log new hole. Acidize and put on pump. Estimated commencement date of 9-1-96. 14. I hereby certify that the foregoing is true and correct Matt Doffer Engineer 4-17-96 PETROLEUM ENGINEER

*See Instruction on Reverse Side

ake to any department or agency of the United States any false, fictitious or fra

Tide 18 U.S.C. Section 1001, enables it a crime for any person knowingly and willfully to an