N. M. O. C. C. COPY Form 9-331 (May 1963) TED STATES TED STATES SUBMIT IN TR
DEPARTMENT OF THE INTERIOR (Other instruction verse side) Form approved, Budget Bureau No. 42-R1424. CATE* instructions on re-5. LEASE DESIGNATION AND SERIAL NO. GEOLOGICAL SURVEY LC-029418 6. IF INDIAN, ALLOTTEE OR TRIBE NAME SUNDRY NOTICES AND REPORTS ON WELLS (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.

Use "APPLICATION FOR PERMIT—" for such proposals.) 7. UNIT AGREEMENT NAME OIL X OTHER NAME OF OPERATOR 8. FARM OR LEASE NAME Skelly Oil Company » Lea "C" 3. ADDRESS OF OPERATOR 9. WELL NO. P. O. Box 1351, Midland, Texas 79701 LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.)

At surface 10. FIELD AND POOL, OR WILDCAT Grayburg-Jackson Unit Letter "D", 660' FNL and 660' FWL, Section 11-17S-31E 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Section 11-178-31E 14. PERMIT NO. 15. ELEVATIONS (Show whether DF, RT, GR, etc.) 12. COUNTY OR PARISH | 13. STATE 3956' DF Eddy New Mexico 16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: TEST WATER SHUT-OFF PULL OR ALTER CASING WATER SHUT-OFF REPAIRING WELL FRACTURE TREAT MULTIPLE COMPLETE FRACTURE TREATMENT ALTERING CASING SHOOT OR ACIDIZE ARANDON* SHOOTING OR ACIDIZING ABANDONMENT* REPAIR WELL CHANGE PLANS (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) (Other) 17. 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 transfer and zones pertinent to this work.)* (1) Moved in pulling unit 12-9-73. Pulled rods and tubing. Drilled out cement 3611-3740' original TD. JAN 17 1974 (3) Deepened in San Andres 3740-3952'. s. Geological Survey Ariesia, Ream Micelet 3610'. (4) Ran Sidewall Neutron Log 3400-3946'. Top of 45 Ran 8 joints (342') of 4" OD 11.34# Hydril liner. Bottom of liner set 3952'. Halliburton cemented liner with 75 sacks of Class "C" cement containing 3/4 of 1% CFR-2, 5# salt and 5# sand per sack. WOC 18 hours. Drilled cement out of 5-1/2" casing to top of liner hanger packer at 3610'. Tested to 2500# for 15 minutes; held okay. Drilled cement out of 4" OD liner to 3942' PBTD. Perforated 4" OD liner with one .36" shot at each place: 3669', 3680', 3697', 3704' 3711', 3721', 3732', 3752', 3762', 3781', 3787', 3880', 3906', 3922', 3926', and 3932'. (10) Treated San Andres perforations 3669-3932' with 30,000 gallons of Dowell K-1 Superfrac, 40,000# of 20/40 sand, 165 gallons of scale inhibitor, 625 gallons of 15% HCL acid, 6 (11) Ran 116 joints (3577') of 2-3/8" OD tubing, set at 3579'. Ran pump and rods. (12) Pumped from 12-28-73 to 1-9-74 recovering load and treating fluid. Returned well to production 1-10-74, pumping 26 barrels of oil and 50 barrels of water per day, producing from Grayburg perforations 3430-3606' and San Andres perforations 3669-3932'.

18. I hereby certify that the foregoing is true and correct D. R. Crow Lead Clerk January 16, 1974 SIGNED. TITLE DATE (This space for Federal or State office use) JAN 1 8 1974 APPROVED BY TITLE DATE CONDITIONS OF APPROVAL, IF ANY:

RECEIVED