

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
Oil Cons. N.M. DIV-Dist. 12
1301 W. Grand Avenue
Artesia, NM 88210

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

SUNDRY 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

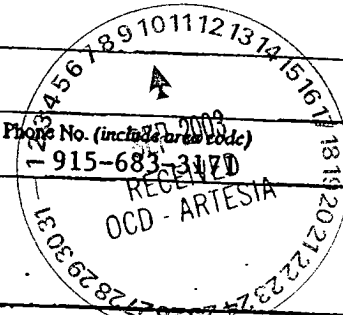
1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
 Xeric Oil & Gas Corporation

3a. Address P. O. Box 352
 Midland, TX 79702

3b. Phone No. (include area code)
 915-683-3470

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
 2305' FNL & 285' FEL,
 Sec. 30, 8S, 35E, NMPM



5. Lease Serial No.
 NMNMO145685

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
 Horton Federal 32

9. API Well No.
 30-041-20756

10. Field and Pool, or Exploratory Area
 Milnesand San Andres

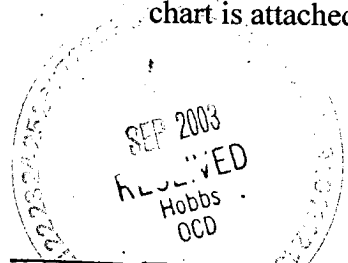
11. County or Parish, State
 Roosevelt, NM

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

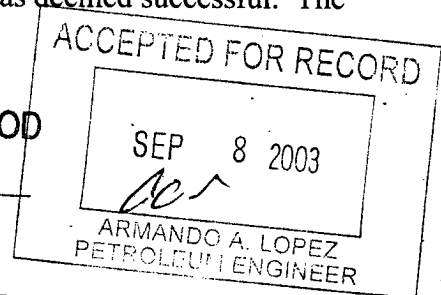
TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input checked="" type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal
			<input type="checkbox"/> Water Shut-Off
			<input type="checkbox"/> Well Integrity
			<input type="checkbox"/> Other _____

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 site is ready for final inspection.)

A mechanical integrity test was performed on this well on 7/9/03. The casing was pressured to 560 psi over a 30 minute period. The test was deemed successful. The chart is attached. Request TA Status.



APPROVED FOR 12 MONTH PERIOD
 ENDING 7/9/04



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

Name: Angie Crawford
 Title: Production Analyst
 Signature: *Angie Crawford*
 Date: 7/16/03

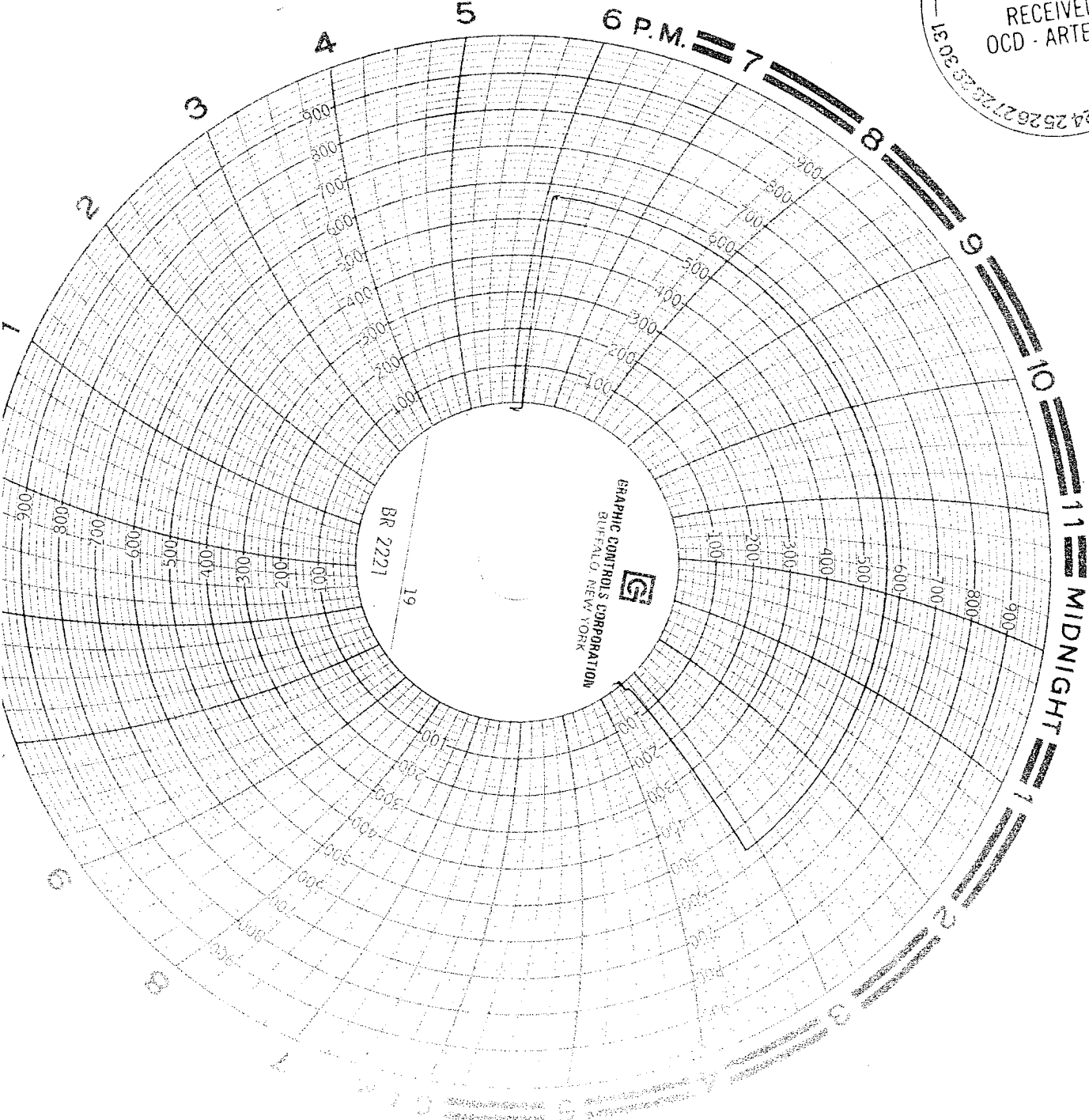
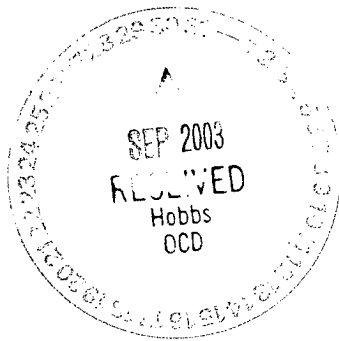
THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by: _____ Title: _____ Date: _____
 Office: _____

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.

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 statements or representations as to any matter within its jurisdiction.

GWW
 OCT 02 2003



WITNESSED

[Signature]
[Signature]

BLM
DATE 4-9-03
Time 10:12

Well #32
1/4 SE 1/4 SEE 30 T8S R35E

RECEIVED
APR 17 10 08 39
BUREAU OF LAND MANAGEMENT
FEDERAL BUREAU OF SURVEY