

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 87240
 District II
 811 South First, Artesia, NM 87210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised March 25, 1999

OIL CONSERVATION DIVISION
 2040 South Pacheco
 Santa Fe, NM 87505

WELL API NO. 30-025-03041
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B-2131
7. Lease Name or Unit Agreement Name: VACUUM GB/SA UNIT EAST TRACT 0449
8. Well No. 039
9. Pool name or Wildcat VACUUM GARYBURG/SAN ANDRES

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" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	2. Name of Operator Phillips Petroleum Company
3. Address of Operator 4001 Penbrook Street Odessa, TX 79762	4. Well Location Unit Letter <u>D</u> : <u>660</u> feet from the <u>NORTH</u> line and <u>660</u> feet from the <u>WEST</u> line Section <u>04</u> Township <u>18-S</u> Range <u>35-E</u> NMPM County <u>LEA</u>
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3947' GL / 3958' RKB	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK PLUG AND ABANDON
 TEMPORARILY ABANDON CHANGE PLANS
 PULL OR ALTER CASING MULTIPLE COMPLETION
 OTHER:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT
 CASING TEST AND CEMENT JOB
 OTHER: DRILL AN 2500' LATERAL WELL (ON PRODUCTION)

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

5/29/02 - SWAB BACK WELL. STARTING FLUID LEVEL AT 700'. MADE 47 RUNS. RECOVERED 215 BBLs. NO OIL. ENDING FLUID LEVEL AT 700'.
 5/30/02 - SWAB BACK WELL. STARTING FLUID LEVEL AT 700'. MADE 47 RUNS. RECOVERED 205 BBLs. NO OIL. ENDING FLUID LEVEL STAYED AT 700'.
 5/31/02 - SWAB BACK WELL. STARTING FLUID LEVEL AT 800'. MADE 47 RUNS. RECOVERED 204 BBLs. NO OIL. ENDING FLUID LEVEL AT 700'.
 6/01/02 - 6/02/02 - SHUT DOWN FOR WEEKEND.
 6/03/02 - RIGGED DOWN DDU AND MOVED OFF WELL. WAIT ON LEA COUNTY ELECTRIC TO UPGRADE SERVICE.
 6/04/02 - MOVE IN AND RIGGED UP POOL CO. #680. BLED DOWN PRESSURE AND NIPPLED UP BOP. UNSEATED PACKER AND COOH W/ PKR AND 2-7/8" TBG. LAID DOWN 16 JTS 2-7/8" TBG AND PKR. NIPPLED DOWN BOP. REPLACED LARKIN WELLHEAD WITH REDA HEAD. NIPPLED UP BOP. GIH W/ KILL STRING. SDFN.
 6/05/02 - COOH W/ KILL STRING. RIGGED UP SPOOLER. PICKED UP SUBMERSIBLE PUMP AND GIH. NIPPLED DOWN BOP. EOT DEPTH @ 4065'. PUMP SET @ 4108'. WAIT ON CENTRILIFT TO MAKE CABLE SPLICE. RIGGED DOWN DDU

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE L. M. Sanders TITLE Supervisor, Regulation/Pror. DATE 6/12/02
 Type or print name L. M. Sanders Telephone No. 915-368-1488

(This space for State use)
 APPROVED BY _____ TITLE _____ ORIGINAL SIGNED BY PAUL F. K... DATE JUL 11 2002
 Conditions of approval, if any: _____ PETROLEUM ENGINEER

VACUUM GB/SA UNIT EAST TRACT 0449-039

AND MOVED OFF WELL. WELL ON PRODUCTION AND OPEN TO TEST SEPERATER.
6/06/02 – WELL ON TEST: 23 OIL, 1321 WATER & 14 GAS. 55% CO2.