

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. 30-025-02978
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B-1838-1
7. Lease Name or Unit Agreement Name: VACUUM GB/SA UNIT EAST TRACT 3236
8. Well No. 003
9. Pool name or Wildcat VACUUM GRAYBURG/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	7. Lease Name or Unit Agreement Name: VACUUM GB/SA UNIT EAST TRACT 3236
2. Name of Operator Phillips Petroleum Company	8. Well No. 003
3. Address of Operator 4001 Penbrook Street, Odessa, TX 79762	9. Pool name or Wildcat VACUUM GRAYBURG/SAN ANDRES
4. Well Location Unit Letter <u>C</u> : <u>660</u> ' feet from the <u>NORTH</u> line and <u>1980</u> ' feet from the <u>WEST</u> line Section <u>32</u> Township <u>17-S</u> Range <u>35-E</u> NMPM County <u>LEA</u>	
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3974' GL/3984' RKB	

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: DRILL A 1400' LATERAL (ON PRODUCTION) <input checked="" type="checkbox"/>	

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.

7/18/02 - WAIT ON ORDERS. MOVE IN AND RIG UP DDU. RIG UP FLOOR TO PULL TBG. SHUT DOWN FOR WEEKEND.
7/19/02 - 7/20/02 - SHUT DOWN FOR WEEKEND.
7/21/02 - BLED OFF TBG. RIH W/ SANDLINE AND BROKE DRAIN VALVE. CIRCULATED WELL. MONITORED WELL FOR 30 MINUTES PRIOR TO NIPPLE UP ACTIVITIES. UNFLANGED WELLHEAD AND NIPPLED UP BOP. RIGGED UP SPOOLER. COOH W/ ESP EQUIPMENT AND LOADED OUT. GIH W/ KILL STRING AND SDFN.
7/22/02 - KILL WELL. COOH W/ KILL STRING. RIGGED UP SPOOLER. GIH W/ ESP EQUIPMENT. MADE CABLE SPLICE.

MONITORED WELL FOR 30 MINUTES. NIPPLED DOWN BOP AND FLANGED UP WELLHEAD. SET PUMP AT 4180'. RIGGED DOWN SPOOLER AND RIG FLOOR. WELL BACK ON PRODUCTION.

7/23/02 - RIGGED DOWN DDU AND MOVED OFF WELL. WELL ON PRODUCTION.

7/24/02 - WELL ON TEST: 149 OIL, 413 WATER & 72 GAS. 32% CO2.

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

SIGNATURE [Signature] TITLE Supervisor, Regulation/Pror. DATE 8/02/02

Type or print name L. M. Sanders Telephone No. (915)368-1488

(This space for State use)

APPROVED BY [Signature] TITLE ORIGINAL SIGNED BY DATE AUG 12 2002
Conditions of approval, if any: PAUL E. KAUTZ