

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division
1625 N. French Dr.
Hobbs, NM 88240

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

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
 St. Mary Land & Exploration - c/o Nance Petroleum Corporat

3a. Address
 P. O. Box 7168 Billings, MT 59103

3b. Phone No. (include area code)
 (406)245-6248

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
 760' FNL & 330' FWL
 Sec. 19-T18S-R32E
 UL:D

5. Lease Serial No.
 NM-9016

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
 East Shugart Delaware Unit
 25743

8. Well Name and No.
 ESDU #7

9. API Well No.
 30-025-29887

10. Field and Pool, or Exploratory Area
 Shugart Delaware East

11. County or Parish, State
 Lea, 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 type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input checked="" type="checkbox"/> Alter Casing	<input checked="" type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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 recompletes 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.)

12/18-23/00 MIRU. Pull equipment. Perforate 5136-5137' w/7 holes and 5078-5079' w/5 holes. RIH w/pkr-RBP. Isolate old perfs 5292-5285' and treat w/1500g DAD acid. Move tools & treat abrazajet holes 5220-5267' w/1500g DAD acid. Move tools & breakdown new perfs 5136-37' w/1000g 7 1/2% HCl. Move tools and breakdown new perfs 5078-79' w/1000g 7 1/2% HCl. Set RBP @ 5195'. Attempt to frac but pressure was close to max before getting to propan stages. SD job. Reperf same new intervals & acidize each with 1000g 15% HCl to get better injection rate. Frac with 14112g XL gel pad followed by 18,186g XL get with 76220# 20/40 resin coated sand ramped from 1/2 - 8 ppg. Avg rate 30 BPM, Avg P - 900 psi. SD for holidays.

12/27/00-1/02/01 PU bailer and RIH. Bail sand from 5135-5195'. Release RBP & POOH. Tag sand at 5400'. Swab back fluid. Rerun production equipment and return to production.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) Herb Thackeray Title Operations Engineer

Signature [Signature] Date 2/12/01

ACCEPTED FOR RECORD
 FEB 27 2001
 BLM [Signature]

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____ Title _____ Date _____

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.

Office _____

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

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