

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. 30-025-34145
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: Cain
8. Well No. #1
9. Pool name or Wildcat Drinkard
4. Well Location Unit Letter <u>J</u> : 1980' feet from the <u>South</u> line and 1980' feet from the <u>East</u> line Section <u>14</u> Township <u>19S</u> Range <u>38E</u> NMPM County <u>Lea</u>
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3600 GR

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 Gas Well Other

2. Name of Operator
 Xeric Oil & Gas Corporation

3. Address of Operator
 PO Box 352 Midland, Texas 79702

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 checked="" 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: <input 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.

Xeric Oil & Gas Corporation requests permission to test the Drinkard Formation as follows:

1. Set RBP inside 7 5/8" casing @ 7200'
2. Perforate the Drinkard Formation from 7064'-7082' & 7088' - 7100'
3. Acidize perforations w/2000 gels 20% NEFE, swab tests for shows
4. Fracture stimulate if shows warrent
5. Place well into production or plug & abandon as per NMOCD instructions

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

SIGNATURE Glenda Hunt TITLE Senior Production Analyst DATE 6/8/01

Type or print name Glenda Hunt Telephone No. 915-683-3650
 (This space for State use)

APPROVED BY _____ TITLE _____ DATE _____

Conditions of approval, if any:

5

RECEIVED
JUN 2001
Hobbs
OOD