

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
2040 Pacheco St.
Santa Fe, NM 87505

WELL API NO. 30-025-34145
Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
State Oil & Gas Lease No.
Lease Name or Unit Agreement Name Cain
Well No. 1
Pool name or Wildcat Nadine Drinkard - Abo

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.)

Type of Well:
OIL WELL GAS WELL OTHER

Name of Operator
Xeric Oil & Gas Corporation

Address of Operator
P.O. Box 352, Midland Texas 79702

Well Location
Unit Letter M 980 Feet From The South Line and 660 Feet From The West Line
Section 14 Township 19S Range 38E NMPM Lea County

Elevation (Show whether DF, RKB, RT, GR, etc.)
3600 GR

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 ANBANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: _____ <input type="checkbox"/>		OTHER: <u>Test Abo - Open Hole</u> <input checked="" type="checkbox"/>	

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.

10/05/98 - RU WL and run CBL - good cement to surface - PBTD @ 7275'
 10/06/98 - MIRU pulling unit - RIH w/ 4 3/4" bit and drill out casing shoe @ 7275' - clean out open hole to 7630'
 10/07/98 - Swab test open hole - not commercial - prepare to acidize
 10/08/98 - Acidize w/ 1500 gals 20% NEFE - swab back - good shows of oil & gas
 10/09/98 - Do acid - frac w/ 16,000 gals 20% gelled acid - SWI 4 hrs and flow back
 10/13/98 - Run rods & pump - Wait on electricity and gas sales line
 10/23/98 - Put well into production w/ estimated rates of 56 BOPD + 60 mcf/d + 3 BWPD

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

SIGNATURE Michael G. Mooney TITLE Consulting Engineer DATE 10-25-98

TYPE OR PRINT NAME Michael G. Mooney TELEPHONE NO. 915/699-1410

(This space for State Use)

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

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