Submit 3 Copies to Appropriate District Office

State of New Mexico E. Jy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT I

OIL CONSERVATION DIVISION P.O. Box 1980, Hobbs, NM 88240 WELL API NO. 2040 Pacheco St. Santa Fe, NM 87505 **DISTRICT II** 30-025-35491 P.O. Drawer DD, Artesia, NM 88210 sindicate Type of Lease FEE STATE 1000 Rio Brazos Rd., Aztec, NM 87410 State Oil & Gas Lease No. SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Cain 1Type of Well: WELL X 2Name of Operator «Well No. Xeric Oil & Gas Corporation Address of Operator Pool name or Wildcat P.O. Box 352, Midland, Texas 79708 Nadine: Drinkard-Abo 4Well Location 1980 South Feet From The 330 West Line and Feet From The Line 14 Section 19\$ Range 38E **NMPM** Lea County 10Elevation (Show whether DF, RKB, RT, GR, etc.) 3604 GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON PERFORM REMEDIAL WORK REMEDIAL WORK ALTERING CASING **TEMPORARILY ABANDON** CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ANBANDONMENT **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB OTHER: OTHER: 12Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. 4/14/01 - Spud 12 1/4" hole w/ fresh water mud @ 2:30 PM CST 4/16/01 - TD 12 1/4" hole @ 1625' - RIH w/ 39 jts of 8 5/8"-24#- J55 casing , set @ 1625' , cement w/ 550 sx class "C" + 2% Cacl2 + 4% gel , tail w/ 200 sx class "C" + 2% Cacl2 - circulate 97 sx cement to surface 4/17/01 - WOC 18 hrs, test BOP's to 3000 psi, start drilling 7 7/8" hole w/ brine water mud 5/01/01 - Lost 100% returns @ 7843' - Dry drill to TD of 8050' 5/02/01 - Run open hole logs and decide to run 5 1/2" casing 5/03/01 - RIH w/ 211 jts 5 1/2" - 17# - N80 & J55 csg - total pipe = 8057' & set @ 8050' , DV Tool @ 7612' , cement baskets @ 7674' 7665', 7600' - cement as follows; stage #1 - 310 sx class "H" + 0.3% CD-32 + 0.2% SMS + 0.3% BA-10 - WOC 6 hrs

stage # 2 - 815 sx class "C" poz(35:65) + 6% gel + 1/4#/sx celloflake + 0.4% FL-65 + 5% salt - tail w/ 1170 sx class "H"

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

+ 0.3% CD-32 + 1% FL-62 + 0.2% SMS - did not circulate cement

SIGNATURE

5/05/01 - RDMO drilling rig - wait on completion unit

TITLE Consulting Engineer

DATE 04-08-01

DATE

TYPE OR PRINT NAME Michael G. Mooney

TELEPHONE NO. 915-683-3171

CONDITIONS OF APPROVAL, IF ANY

(This space for State Use)

APPROVED BY

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