

District I - (505) 393-6161
 1625 N. French Dr
 Hobbs, NM 88241-1980
 District II - (505) 748-1283
 811 S. First
 Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Road
 Aztec, NM 87410
 District IV - (505) 827-7131

New Mexico
 Energy Minerals and Natural Resources Department
 Oil Conservation Division

1381 Form C-142
 Date 06/99

SUBMIT ORIGINAL
 PLUS 2 COPIES
 TO THE SANTA FE
 OFFICE

2040 South Pacheco Street
 Santa Fe, New Mexico 87505
 (505) 827-7131

RECEIVED
 NOV - 4 1999
 APPLICATION FOR NEW WELL STATUS

I. Operator and Well Conservation Division

Operator name & address Trilogy Operating, Inc. P. O. Box 11005 Midland, TX 79702							OGRID Number 21602	
Contact Party Controller							Phone 915/699-1410	
Property Name Genesis State					Well Number 3		API Number 30-025-34664	
UL I	Section 18	Township 20S	Range 36E	Feet From The 1830	North/South Line South	Feet From The 660	East/West Line East	County Lea

II. Date/Time Information

Spud Date 8/25/99	Spud Time 4:30pm	Date Completed 10/21/99	Pool Eumont Y-SR-Q
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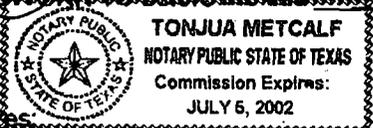
- III. Attach copies of Form C-103 or Federal Form 3160-5 showing date/time of drilling commenced and Form C-105 or Federal Form 3160-4 showing well was completed as a producer.
 IV. Attach a list of all working interest owners with their percentage interests.
 V. AFFIDAVIT:

State of Texas)
)
 County of Midland)
)
 ss.
 Wesley K. Noe, being first duly sworn, upon oath states:

- I am the Operator, or authorized representative of the Operator, of the above-referenced well.
- To the best of my knowledge, this application is complete and correct.

Signature Wesley K. Noe Title Secretary/Treasurer Date 11/2/99

SUBSCRIBED AND SWORN TO before me this 2nd day of November, 1999

 Tonjua Metcalf
 Notary Public

My Commission expires _____

FOR OIL CONSERVATION DIVISION USE ONLY:

VI. CERTIFICATION OF APPROVAL:

This Application is hereby approved and the above-referenced well is designated a New Well. By copy hereof, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval.

Signature <u>Mark Sahby</u>	Title <u>P.E. Spce.</u>	<u>DEC 2 0 1999</u>
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VII. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT. DEC 2 0 1999

NOTICE: The operator must notify all working interest owners of this New Well certification.

PNZV2007230400

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

RECEIVED SEP 20 1999

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

OIL CONSERVATION DIVISION

2040 Pacheco St.
Santa Fe, NM 87505

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

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

WELL API NO.
30-025-34664

Indicate Type of Lease
STATE FEE

State Oil & Gas Lease No.
LG - 2061

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.)

Lease Name or Unit Agreement Name
Genesis State

Type of Well:
OIL WELL GAS WELL OTHER

Well No.
3

Name of Operator
Trilogy Operating, Inc

Pool name or Wildcat
Eumont Y-SR-Q

Address of Operator
P.O. Box 11005, Midland, Texas 79702

Well Location
Unit Letter I 1830 Feet From The South Line and 660 Feet From The East Line
18 Section 20S Township 36E Range NMPM Lea County

Elevation (Show whether DF, RKB, RT, GR, etc.)
3631' 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 checked="" 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: <input 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.

8/25/99 - Spud 12 1/4" hole w/ fresh water @ 4:30 PM - TD surface hole @ 425' - Run 9 jts - 8 5/8" - 24# - K55 csg to a setting depth of 425' - Cement w/ 260 sx class "c" + 2% Cacl2 - circulated 17 sx to surface
Cementer was BJ Services - Hobbs, New Mexico - WOC - 18 hrs before drilling shoe

8/27/99 - Drill 7 7/8" hole w/ brine water mud

9/03/99 - TD 7 7/8" hole @ 4850' - Run open hole logs & decide to set casing - Run 110 jts 5 1/2" - 15.50# - J55 csg to a setting depth of 4841' - cement w/ lead- 775 sx class "c" 65:35:6 + 5% salt + 1/4 #/sx celloflake tail w/ 450 sx class "c" + 0.2% CD-32 + 0.5% FL-25 + 0.1% SMS - circulated 150 sx cement to surface

9/07/99 - Rig down & move off drilling rig - ready to attempt completion

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 09-07-99

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

(This space for State Use)

ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR

APPROVED BY _____ TITLE _____ DATE SEP 15 1999

CONDITIONS OF APPROVAL, IF ANY:

Submit to Appropriate District Office
 State Lease - 6 copies
 Fee Lease - 5 copies
DISTRICT I
 P.O. Box 1980, Hobbs, NM 88240

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-105
 Revised 1-1-89

OIL CONSERVATION DIVISION

2040 Pacheco St.
 Santa Fe, NM 87505

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

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

WELL API NO.
 30-025-34664

5. Indicate Type of Lease
 STATE FEE

6. State Oil & Gas Lease No.
 LG - 2061

7. Lease Name or Unit Agreement Name
 Genesis State

8. Well No.
 3

9. Pool name or Wildcat
 Eumont Y-SR-Q

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well:
 OIL WELL GAS WELL DRY OTHER _____
 b. Type of Completion:
 NEW WELL WORK OVER DEEPEN PLUG BACK DIFF RESVR OTHER _____

2. Name of Operator
 Trilogy Operating Inc

3. Address of Operator
 P.O. Box 11005, Midland, Texas 79702

4. Well Location
 Unit Letter I : 1830 Feet From The South Line and 660 Feet From The East Line
 Section 18 Township 20S Range 36E NMPM Lea County

10. Date Spudded 08/25/99	11. Date T.D. Reached 09/03/99	12. Date Compl. (Ready to Prod.) 10/21/99	13. Elevations (DF & RKB, RT, GR, etc.) 3631' GR	14. Elev. Casinghead 3631
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15. Total Depth 4850	16. Plug Back T.D. 4400	17. If Multiple Compl. How Many Zones? no	18. Intervals Drilled By Rotary Tools <input checked="" type="checkbox"/> Cable Tools
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19. Producing Interval(s), of this completion - Top, Bottom, Name
 3948' - 3968' - Seven Rivers

20. Was Directional Survey Made
 Yes

21. Type Electric and Other Logs Run
 Azimuthal Laterolog w/ Micro CFL & Litho Density Compensated Neutron

22. Was Well Cored
 No

23. CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT LB/FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
8 5/8	24	425	12 1/4	260 sx class "c"	0
5 1/2	15.50	4841	7 7/8	1225 sx class "c"	0

24. LINER RECORD

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN

25. TUBING RECORD

SIZE	DEPTH SET	PACKER SET
2 3/8	4100'	none

26. Perforation record (interval, size, and number)
 3948' - 3968' - 2 spf - total 41 holes
 0.42" diameter

27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.

DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED
3948'-3968'	2000 gals 7 1/2% + MEOH
	122,500# 16/30 Ottawa sand + 18,500 gals gel w/ 20% MEOH + Nitrogen

28. PRODUCTION

Date First Production 10/21/99	Production Method (Flowing, gas lift, pumping - Size and type pump) Pumping - 2 x 1.5" x 12' RWBC insert pump	Well Status (Prod. or Shut-in) Prod					
Date of Test 10/27/99	Hours Tested 24	Choke Size N/A	Prod'n For Test Period	Oil - BbL 25	Gas - MCF 45	Water - BbL 3	Gas - Oil Ratio 1800
Flow Tubing Press. N/A	Casing Pressure 40	Calculated 24-Hour Rate	Oil - BbL 25	Gas - MCF 45	Water - BbL 3	Oil Gravity - API - (Corr.) 39	

29. Disposition of Gas (Sold, used for fuel, vented, etc.)
 Sold - GPM Gas Corporation

Test Witnessed By
 Roy Peugh

30. List Attachments
 Deviation Survey, Electric Logs

31. I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief

Signature *Michael G. Mooney* Printed Name Michael G. Mooney Title Consulting Engineer Date 10/28/99

PROPERTY	PROPERTY NAME	DECK	EFFECTIVE		OWNER NAME	D.D.I.	PREPAYMENT	COST	AFIL
			DATE	OWNER			LEASE WELL	CTR.	CODE
008150-3	GENESIS STATE 18 #3	A	**BASE**	0004590	AVALON OIL COMPANY	0.26623514	008150-3	0	N
Deck Header for 008150-01-A					10 TOWN PLAZA - SUITE 315 DURANGO CO 81301	Tax-id No: 76-0525256			
				0008025	BASS ENTERPRISES PRODUCTION CO	0.03500580	008150-3	0	N
					201 MAIN STREET - SUITE 3100 FORT WORTH TX 76102				
				0009424	BLUE STAR RESOURCES, INC.	0.05585901	008150-3	0	N
					15603 KUYKENDAHL - SUITE 219 HOUSTON TX 77090-3655	Tax-id No: 76-0273865			
				0014274	MARK A. CHAPMAN	0.00864840	008150-3	0	N
					P.O. BOX 1389 SEALY TX 77474-1389	Tax-id No: 511-46-3577			
				0015200	COLLINS & WARE, INC.	0.02391590	008150-3	0	N
					508 W. WALL AVE., SUITE 1200 MIDLAND TX 79701-5076	Tax-id No: 75-2239159			
				0017527	J. L. DAVIS	0.04709797	008150-3	0	N
					211 NORTH COLORADO MIDLAND TX 79701-4696	Tax-id No: 462-10-1242			
				0054610	MICHAEL G. MOONEY	0.03068758	008150-3	0	N
					P.O. BOX 7405 MIDLAND TX 79708	Tax-id No: 560-82-4388			
				9999890	STEVENS & TULL DEVELOPMENT, LLC	0.53255020	008150-3	0	N
					P. O. BOX 11005 MIDLAND TX 79702	Tax-id No: 75-2712261			
				9999995	OFFICE COPY	0.00000000	008150-3	0	N
					*** DECK TOTAL 9 OWNERS	1.00000000			