

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. 30-025-08000
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-1529
7. Lease Name or Unit Agreement Name State "DX"
8. Well No. 1
9. Pool name or Wildcat Mescalero Permo Penn

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
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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 <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>
2. Name of Operator National Energy Group, Inc.
3. Address of Operator 4925 Greenville Ave, Ste 1400, Dallas, Tx. 75206
4. Well Location Unit Letter F : 1979.5 Feet From The North Line and 1989.65 Feet From The West Line Section 33 Township 10S Range 32 E NMPM Lea County
10. Elevation (Show whether DF, RKB, RT, GR, etc.)

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"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <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.

It is proposed to nipple up BOP and trip in hole with 2 7/8" tubing to 8700' to check PBTD. Set CIBP at 8700' with 35' cement on top. Rig up Cementers and lay plugs in well bore as follows:

- Plug #1: 5800' 35 sxs cement or 100'
- Plug #2: 4000' 35 sxs cement or 100'
- Plug #3: 8 5/8" casing shoe at 3525' 50 sxs cement form 3275' to 3175'
- Plug #4: 5 1/2" casing stub at 3127 40 sxs cement from 3177' to 3277'
- Plug #5: at 1470' with 35 sxs cement
- Plug #6: at surface with 10 sxs cement

Nipple down BOP and cut off well heads, install dry hole marker and remediate surface to land owners satisfaction.
Anticipate start date May 5, 1997.

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

SIGNATURE David C. Groves	TITLE Operation Manager	DATE 4/18/97
TYPE OR PRINT NAME David C. Groves	TELEPHONE NO. 915-580-0656	

(This space for State Use)

APPROVED BY	TITLE	DATE
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CONDITIONS OF APPROVAL, IF ANY:

TC

aw dp