

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 P.O. Box 2088 Santa Fe, New Mexico 87504-2088

WELL API NO. 30-025-31629

5. Indicate Type of Lease STATE [X] FEE [ ]

6. State Oil & Gas Lease No. V-3941

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 [X] GAS WELL [ ] OTHER [ ]

2. Name of Operator BTA Oil Producers

3. Address of Operator 104 S Pecos, Midland, TX 79701

4. Well Location Unit Letter G : 1980 Feet From The North Line and 1650 Feet From The East Line

Section 22 Township 17S Range 37E NMPM Lea County

7. Lease Name or Unit Agreement Name Shipp, 9206 JV-P

8. Well No. 1

9. Pool name or Wildcat Wildcat

10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3739' GR 3751' RT

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data. NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK [ ], PLUG AND ABANDON [ ], TEMPORARILY ABANDON [ ], PULL OR ALTER CASING [ ], OTHER: [ ]. SUBSEQUENT REPORT OF: REMEDIAL WORK [ ], ALTERING CASING [ ], COMMENCE DRILLING OPNS. [X], PLUG AND ABANDONMENT [ ], CASING TEST AND CEMENT JOE [X], OTHER: [ ]

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. 7-14-92: Spudded @ 12:30 a.m., Drlg 17-1/2" hole, Cmtd 13-3/8" (10 jts 68# K55 STC) csg @ 403' w/450 sx, Cmt circ, WOC 6 hrs, Installed csg hd & BOP's, Cleaned out to shoe, Tested BOP's & csg to 1500 psi for 30 min, WOC 18 hrs total, then drld shoe. 7-16-92: Depth 1950', Drlg 11" hole.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE [Signature] TITLE Regulatory Administrator DATE 7-16-92

APPROVED BY [Signature] TITLE Geologist DATE JUL 21 1992