

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-025-11873
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name G.W. shahan
8. Well Number 2
9. OGRID Number 025670
10. Pool name or Wildcat Chasby Devonian
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3013 RKB
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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 Gas Well Other

2. Name of Operator
BC&D OPERATING, Inc.

3. Address of Operator
P.O. Box 1680, Hobbs, nm 88240

4. Well Location
 Unit Letter **B**: **990** feet from the **NORTH** line and **1650** feet from the **East** line
 Section **33** Township **25N** Range **37E** NMPM **LEA** County **NM**

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input checked="" 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"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

PLEASE SEE ATTACHMENT.



I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Donnie Hill TITLE President DATE 3/8/05

Type or print name Donnie Hill E-mail address: boss@bc&dems.com Telephone No. 505-397-3972
 For State Use Only OC FIELD REPRESENTATIVE II/STAFF MANAGER

APPROVED BY: Hayward Wink TITLE _____ DATE MAR 30 2005
 Conditions of Approval (if any) _____

BC & D Operating Inc.
 Case 13874
 OCD Ex. No. 16

PROPOSED PROCEDURE

**G.W. SHAHAN NO. 2
30-025-11873**

13 3/8" @ 506' CIRCULATED
8 5/8" @ 3601' W/ 1372 SXS.
5 1/2" 17 # @ 8248' TOC @ 4690' BY TS
PERFS. @ 8126' - 8246'

- ** MIRU WO RIG, CONDUCT SAFETY MEETING, PU AND TIH W/ 5 1/2" BAKER MODEL "R" PKR. AND 2 7/8" TBG. SET PKR. @ 7900', LOAD TBG./CSG. ANNULUS W/ 2 % KCL H2O, PRESSURE TO 500 PSIG AND MONITOR WHILE ACIDIZING, MIRU ACID COMPANY, PUMP 5000 GALS. 15 % NEFE DOUBLE INHIBITED ACID, FLUSH W/ 2 % KCL H2O, RLS. PKR., POOH W/ TBG.**
- ** RUN PRODUCTION EQUIPMENT TO 7900', PLACE ON PRODUCTION, RIG DN., RLS. ALL CONTRACTORS.**