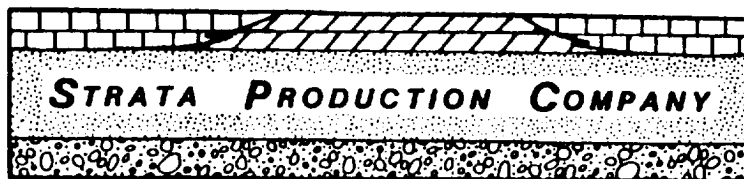


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SEC 35, T19S, R29E
EDDY COUNTY, NM

05-26-89 Mlld to 7134' @ 6"/hr. SDON.

05-27-89 Comm drlg @ 7134', made 11" by 1:00PM. TOH w/ mill, TIH w/ 5-7/8" impression block (IB). TOH w/IB. 1B shows indication of 5-1/2" OD ring inside the 7" csg, the ring seems to be casing or an abandoned packer. Length of obstruction not known. SDON.

05-28-89 SDON.

05-29-89 SDON.

05-30-89 TIH w/ Welex bond log. Log from 7145' - 6200'. Showed no cmt behind pipe. TOH w/ CBL, TIH w/ Csg Insp Log. CIL showed csg parted in 4 places: 3500', 5020', 6000' & 6200'. TOH w/ CIL tool. SD for log evaluation.

05-31-89 SD for economic evaluation of continued operations.

06-01-89 TIH w/ tbg & DC's, TOH to lay dwn tbg. Rlsd rvs unit & comp rig. Flange WH for temporary abandonment.

Drilling report terminated.