

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
N.M. Oil & Gas Division
811 S. 1st Street
Alamosa, NM 88210-2804

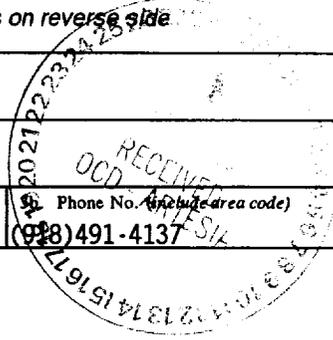
FORM APPROVED
Budget Bureau No. 1004-013-15F
Expires November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Serial No. C029387-B
2. Name of Operator KCS Medallion Resources, Inc.	6. If Indian, Allottee or Tribe Name
3a. Address 7130 South Lewis, Ste. 700 Tulsa, OK 74136-5489	7. If Unit or CA/Agreement, Name and/or No
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 30, T18S, R31E 330' FNL & 1750' FWL	8. Well Name and No. Shugart West 30 Federal #C-1
Phone No. (include area code) (918) 491-4137	9. API Well No. 30-015-30533
	10. Field and Pool, or Exploratory Area Shugart West Wolfcamp #96686
	11. County or Parish, State Eddy NM



12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input type="checkbox"/> Production (Start/Resume) <input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input type="checkbox"/> Reclamation <input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair <input type="checkbox"/> New Construction <input type="checkbox"/> Recomplete <input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal

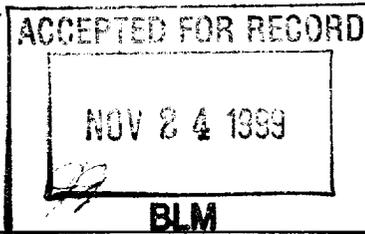
13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

Drill 17 1/2" hole to 804'. Set 19 jts - 13 3/8" - 48# - ST&C csg. Cement: 400 sks 35 65 2% CaIc, 200 sks C+ 2% CaCl disp 119 BBL H2O. Test to 1200 OK. 10/29/99.

Drill 11" hole to 2797'. Set 67 jts - 8 5/8" - 32# - LT&C csg. Circ 180 BBL mud. Cement lead 550 sks Class C + 2#/sk salt + 15% gel - Yld 2.94, Wt ppg 11.7 vol cf 231.2. Tail 200 sks class C Neat - Yld 1.33 - Wt ppg 14.8 - vol cf 30.1. Test csg to 1500 psi OK. 11/01/99.

Drill 7.875" hole to 8446'. Run 61 jts - 5 1/2" - ST&C - L-80 - 17#, 31 jts - K55 - LT&C - 17#, 107 jts - K55 - LT&C - 15.50#, 4 jts - P110 - 17#. Cement: 25 sks 50:50:02H + .3%BA-10A+.3%CD-32+1%FL-52+2%KCL. 350 sks 50:50:02H+3%BA-10A+.3%CD-32+.75%FL-62+2%KCL.

Completion will start 11/15/99.



SANTA FE COUNTY, N.M.
 NOV 17 AM 11:28
 991017 AM 11:28
 004

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Kaye Alley	Title Production Technician
	Date 11/16/99

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.