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NEW MEXICO OIL CONSERVATION COMMISSION

MAY 17 1977

O.C.C.

ARTESIA OFFICE

Form C-103
Supersedes Old
C-102 and C-103
Effective 1-1-65

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. OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER- <input type="checkbox"/>		5a. Indicate Type of Lease State <input checked="" type="checkbox"/> Fee <input type="checkbox"/>
2. Name of Operator Lario Oil & Gas Company		5. State Oil & Gas Lease No. L-100 and L-5099
3. Address of Operator 5013 Andrews Highway, Odessa, Tex 79762- Phone-925-362-0429		7. Unit Agreement Name --
4. Location of Well UNIT LETTER K 1980 FEET FROM THE South LINE AND 1980 FEET FROM THE West LINE, SECTION 31 TOWNSHIP 21-S RANGE 26-E NMPM.		8. Farm or Lease Name State F
		9. Well No. 1
		10. Field and Pool, or Wildcat Undesignated - Morrow
15. Elevation (Show whether DF, RT, GR, etc.) 3364 ground level		12. County Eddy

16. Check Appropriate Box To Indicate Nature of Notice, Report or Other Data
NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	OTHER <input type="checkbox"/>

SUBSEQUENT REPORT OF:

REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input checked="" type="checkbox"/>
CASING TEST AND CEMENT JOB <input type="checkbox"/>	OTHER <input type="checkbox"/>

17. 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.

Verbal permission was given by Mr. Mermis by telephone conversation, 4:30 P.M., May 2, 1977 at Artesia, New Mexico office to start remedial work to check bubbles from cellar by drilling the top plug and check for pressure.

4-27-77 Bubbles coming through water in cellar, pumped cellar dry and found weld securing steel plate inside 13-3/8" casing had pulled loose from casing in one spot. Welded 2-3/8" tubing collar, in center of steel plate inside 13-3/8" casing.

4-28-77 Steel plate resting on top of the 9-5/8" cut casing. Installed high pressure 2" gate valve into tubing collar. Drilled 1" hole through steel plate to check for possible gas pressure under plate. No pressure and very small volume. Found top of cement 3' below steel plate inside 9-5/8" casing. Left valve open with 4' sub in top of valve to vent gas to air.

5-2-77 Orders from the Conservation Commission, Artesia, New Mexico, drill top plug and check pressure.

5-4-77 Moved in remedial equipment. Installed dead man, dug out cellar. No gas from between 13-3/8" casing and 9-5/8" casing. Small amount of gas coming from 9-5/8" casing, approximately 1" to 3" flame that goes out. Have bubbling out of water in the 9-5/8" casing, very small volume. Rig up rat hole machine, found 12' to cement from ground level. Found 4' of good hard cement and fluid cement below the hard, went from 12' to 41' ground level with rat hole machine. Installed 9-5/8 x 4' casing nipple to get Blow out Preventer up to ground level. Rig up pulling unit and double Blow out Preventer which is 10" x 900 Series. Attempted to pressure up on equipment

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