Confidential

Dispose Water

(Note: Report results of multiple completion on Well

615F

UNITED STATES FORM APPROVED Form 3160-5 Budget Bureau No. 1004-0135 (June 1990) DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. NM-34247 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well Oil Well 8. Well Name and No. Other 2. Name of Operator Sheep Draw Federal Comm #1 Collins & Ware, Inc. 9. API Well No. 3. Address and Telephone No. 30015268470 10. Field and Pool, or Exploratory Area 303 M. Wall, Suite 2200, Midland, Texas 79701 (915) 687-3435 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Happy Valley (Morrow) 11. County or Parish, State 660' FNL & 2310' FEL of Sec. 33, T-22-S, R-26-E Eddy, New Mexico CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Completion operations began on February 11, 1992. Plug back depth 10,620' K.B., RBP set in 7" casing with 10' of frac sand on top. Ran 2 3/8" 4.70#/ft., tubing; bottom of tubing at 10,304.50' K.B. Baker Model A-3 lok-set packer set at 10,260.43' K.B.) Perforated with tubing conveyed guns. 48 holes from 10,292' - 10,304'. Had gas to the surface in 30 minutes followed by water cushion in 35 minutes and decreased to very light mist with gas. Treated with 2500 gallons 15% NEFE Acid with additives and 10,000 SCF Nitrogen pad ahead of acid and 1000 SCF/barrel in acid and flush. The well flowed 1920 MCF/day through 12.5/64" choke, FTP 1770 psig, -0- barrels of water on February 20, 1992.

As of February 21, 1992 the well was shut in waiting on pipeline connection.

14. I hereby certify that the foregoing is true and correct		
Signed James Talleng	Title Agent for Collins & Ware, Inc.	Date 4/2/1/92
(Phis space for Federal or State office use) Approved by Conditions of approval, if any:	Title	Date

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.