

OIL CONSERVATION DIVISION

2040 Pacheco St.

Santa Fe, NM 87505

| | |
|-------------------------------------|--|
| 1 Well API No. | 30-0-15-29613 |
| 2 Indicate Type of Lease | STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 3 State Oil & Gas Lease No. | 20858 |
| 4 Lease Name or Unit Agreement Name | Big Eddy Unit |
| 5 Well No. | # 137 |
| 6 Pool name or Wildcat | Qunahada Ridge Atoka 83200 |

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 <input type="checkbox"/> | | GAS WELL <input checked="" type="checkbox"/> | | OTHER <input type="checkbox"/> | |
| 2 Name of Operator | Chi Operating, Inc. | | | | | |
| 3 Address of Operator | P.O. Box 1799, Midland, Texas 79702 | | | | | |
| 4 Well Location | Unit Letter G : 2310 Feet From The North Line and 1650 Feet From The East Line | | | | | |
| | Section 16 | | Township 21S | | Range 29E | |
| | | | NMPM | | Eddy County | |
| 10 Elevation (Show whether DF, RKB, RT, GR, etc.) | 3367' GL | | | | | |

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

| NOTICE OF INTENTION TO: | | SUBSEQUENT REPORT OF: | |
|--|---|---|--|
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input checked="" type="checkbox"/> | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/> | CHANGE PLANS <input type="checkbox"/> | COMMENCE DRILLING OPNS. <input type="checkbox"/> | PLUG AND ANBANDONMENT <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> | | CASING TEST AND CEMENT JOB <input type="checkbox"/> | |
| OTHER <input type="checkbox"/> | | OTHER <input type="checkbox"/> | |

12 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.

Started Re-completion on 6/19/98. Perforated 6/23/98

RU & set S-lok (10,000 psi) plug in F nipple @ 12546'. Loaded tubing & tested to 1500 psi. RU unit, ND Tree, NU BOP, & got off PKR, TOH.TIH with TCP assembly, correlated with log & set PKR @ 11,728. Perforated 11,902'-912'. 2SPF

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

SIGNATURE John W. Wolf TITLE Engineer DATE 7/6/1998
 TYPE OR PRINT NAME John W. Wolf TELEPHONE NO 915-685-5001
 (This space for State Use)

APPROVED BY Jim W. Kiser TITLE District Supervisor DATE 7-17-98
 CONDITIONS OF APPROVAL, IF ANY: