Submit 3 Copies to Appropriate District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

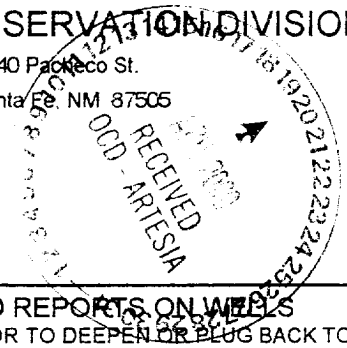
Form C-103
Revised 1-1-89

c1sf

OIL CONSERVATION DIVISION

District I
P. O. Box 1980, Hobbs, NM 88240

2040 Pacheco St.
Santa Fe, NM 87505



District II
P. O. Drawer DD, Artesia, NM 88210

District III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO.
30-015-30058

5 Indicate Type of Lease
STATE [X] FEE [ ]

6 State Oil & Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DIRLL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USA "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

7 Lease Name or Unit Agreement Name
Big Eddy Unit

1 Type of Well:
OIL WELL [X] GAS WELL [ ] OTHER

2 Name of Operator
Chi Operating, Inc.

8 Well No.
140

3 Address of Operator
P.O. Box 1799 Midland, Texas 79702

9 Pool name or Wildcat
Golden Lane; Delaware, South 28340

4 Well Location
Unit Letter E : 1980 Feet From The North Line and 990 Feet From The West Line

Section 16 Township 21S Range 29E NMPM Eddy County

10 Elevation (Show whether DF, RKB, RT, GR, etc.)
3351 GL

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

NOTICE OF INTENTION TO:				SUBSEQUENT REPORT OF:			
PERFORM REMEDIAL WORK	[ ]	PLUG AND ABANDON	[ ]	REMEDIAL WORK	[X]	ALTERING CASING	[ ]
TEMPORARILY ABANDON	[ ]	CHANGE PLANS	[ ]	COMMENCE DRILLING OPNS.	[ ]	PLUG AND ANBANDONMENT	[ ]
PULL OR ALTER CASING	[ ]			CASING TEST AND CEMENT JOB	[ ]		
OTHER	[ ]			OTHER	[ ]		

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.

Pmp tested Delaware perfs. 6706-26'. @ 5 BOPD, 155 BWPD. 11/03/99 to12/27/99. Non-commercial

1/04/00, TIH w/RBP & set @ 5764'. Perf'd Delaware @ 5626-30'. Acidized & swb tstd @ 2 BOPD,53 BWPD Non-c.

1/08/00, PUH & perfd Delaware Sand @ 5174-81'. Acidized & swb tstd @ 2 BOPD & 105 BWPD. Non-commercial.

1/14/00, PUH & perfd Delaware Sand @ 4372-82'. Swb tstd @ 45 BOPD & 23 BWPD.

1/21/00, PUH & perfd Delaware Sand @ 3166-73'. Acidized & pmp tstd @ 0 BOPD & 94 BWPD. Non Com.

3/13/00, Squeezed perfs @ 3166-73'. 3/18/00, PUH & perfd Delaware Sand @ 3114-27'. Acidized & swb tstd 37 BOPD & 56 BWPD. 3/25/00, TIH w/CIBP & set 4595', dumped 35' cmt. Hung on pump to tst. w/lower zone @ 4372-82'. Zones pmp tstd @ 11BOPD & 50 BWPD. 4/05/00, TIH w/Pkr & acidized 4372-82' interval. Swb tstd @ 40 BOPD & 50 BWPD & show of gas. Hung back on pmp to tst w/upper zone.

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

SIGNATURE _____ TITLE Engineer DATE 04/18/00

TYPE OR PRINT NAME John W. Wolf TELEPHONE NO 915-685-5001

(This space for State Use)

APPROVED BY _____ TITLE SUPERVISOR, DISTRICT II DATE APR 25 2000

CONDITIONS OF APPROVAL, IF ANY: