

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil Con. Division  
311 S. 1st Street  
Artesia, NM 88210-2834

FORM APPROVED  
Budget Bureau No. 1004-0135  
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  
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator  
KCS Medallion Resources, Inc.

3a. Address 7130 South Lewis, Ste. 700 Tulsa, OK 74136-5489  
Phone No. (include area code) (918) 491-4137

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
860' FSL, 1204' FEL  
Sec 28, T21S, R27E

5. Lease Serial No.

NM0354232

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

Esperanza 28 #1

9. API Well No.

30-015-30847

10. Field and Pool, or Exploratory Area  
Burton Flat Morrow

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 checked="" 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 recompleate 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 recompleation 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.)

1/3/00- Drill 17-1/2" hole to 417', ran 11 jts 13-3/8" to 404'. Cmt-D.S. Lead: 115sks Class "H" +3% D79+.25pps D29 mix @ 12ppg. Tail-195sks Class "C"+2% SI @ 14.8ppg. Circ 42sks good cmt to pit. (BLM rep. Gene Hunt) Test to 500 psi.

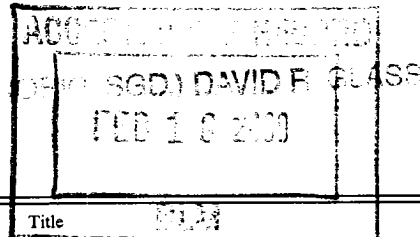
1/4/00- Drill 11" hole to 3,198'. Ran 72 jts 8-5/8"-32#-J55-STC casing to 3,190'. Cmt-Lead: 700sks Class "H"+3% D79+.25pps. D29. Tail: 200sks Class "C"+1% SI. (BLM rep. Gene Hunt) Test BOPE. 250 to 5000 psi. Annular 250 to 1500 psi - Test casing seat to 11 ppg EMW.

1/9/00-Drill 7-7/8" hole to 11,675'. Ran CNL/FDC MLL & GR/DLL. Ran 286 jts of 4-1/2" casing to 11,678'. Cmt: 350sks 50:60 Poz Class"H" w. 5% NoC1, 2% gel, .2% FI. @ 14.2ppg.

2/7/00- Rig released.

2/10/00- Ran CR/CBI/CCL from 11,610'-10,100'. TOC @ 10,250'

2/14/00- MIWOU - start completion.



14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

Kaye Alley

Title

Production Technician

Date 2/15/00

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.