

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

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

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

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

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO. 30-015-21-81
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG-9681
7. Lease Name or Unit Agreement Name CHELSI
8. Well No. 1
9. Pool name or Wildcat Wildcat

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
2. Name of Operator H. E. LEE
3. Address of Operator 1306 Meadow Lane Roswell, New Mexico 88201
4. Well Location Unit Letter J : 1980 Feet From The East Line and 1980 Feet From The South Line Section 2 Township 26 South Range 25 East NMPM Eddy County
10. Elevation (Show whether DF, RKB, RI, GR, etc) 3687' GR

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"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: Continuous Operations <input checked="" 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.

12-2-91 Thru 12-27-91

Nipple up BOP, Rig up Western Atlas and run GR-CBL-CCL from 11,832' to 6000'. Top of cement at 6425' by CBL. Good Bond throughout. Perforate with tubing conveyed guns from 11,690'-11,758' w/ 4 JSPE. Acidize perfs with 5000 gal 7 1/2% + 1000 SCF/bbl N2. Swabbed back acid load water and nitrogen. Did not flow commercial quantities of gas. Set CIBP at 11,650' with 35' cement on top. Perforate 11,464'-11,480' through tubing with 2 1/8" Enerjets with 2 jspe. Acidize with 3000 gallons 7 1/2% + 1000 SCF/bbl nitrogen. Flowed 325 mcf/d. Set CIBP at 11,400' w/ 35' cement on top. Perforate 9830-32, 9857-60, 9886-9890, 9897-9900, 9919-9922, 9937, 9963-71, 9986-9992' w/ 1 jspe for total of 35 holes, .41" dia. Acidize perfs with 3000 gallons 7 1/2% NEFE Acid. Swab back and start flowing. Well flowing at rate of 1400 mcf/d on a 3/4" choke with 80# FTP. Reduce down to 3/16" choke and flow 1200 mcf/d with 1500# Flowing tubing pressure. Shut well in with 3500# SITP. Waiting on pipeline connection. Shut in gas well.

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

SIGNATURE H. E. Gene LEE TITLE Owner DATE 12-27-91
TYPE OR PRINT NAME H. E. Gene LEE TELEPHONE NO. 622-7355

(This space for State Use)

ORIGINAL SIGNED BY
MUSEUM

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

JAN 2 1992