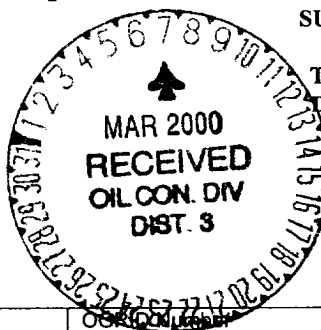


District I - (505) 393-6161
1625 N. French Dr
Hobbs, NM 88241-1980
District II - (505) 748-1283
811 S. First
Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Road
Aztec, NM 87410
District IV - (505) 827-7131

New Mexico
Energy Minerals and Natural Resources Department
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

Form C-140
Revised 06/9

SUBMIT ORIGINAL
PLUS 2 COPIES
TO APPROPRIATE
DISTRICT OFFICE



APPLICATION FOR
WELL WORKOVER PROJECT

I. Operator and Well

Operator name & address Cross Timbers Oil Co. 2700 Farmington Avenue, Building K, Suite 1 Farmington, NM 87401						167067		
Contact Party Loren W. Fothergill						Phone 505-324-1090		
Property Name H. B. MCGRADY B					Well Number 1E	API Number 30-045-25495		
UL N	Section 24	Township 27N	Range 12W	Feet From The 790'	North/South Line SOUTH	Feet From The 1,650'	East/West Line WEST	County SAN JUAN

II. Workover

Date Workover Commenced: 06/09/99	Previous Producing Pool(s) (Prior to Workover): Put well on Plunger Lift.
Date Workover Completed: 06/10/99	

- III. Attach a description of the Workover Procedures performed to increase production.
IV. Attach a production decline curve or table showing at least twelve months of production prior to the workover and at least three months of production following the workover reflecting a positive production increase.

V. AFFIDAVIT:

State of New Mexico)
) ss.
County of San Juan)

Loren W. Fothergill, being first duly sworn, upon oath states:

- I am the Operator, or authorized representative of the Operator, of the above-referenced Well.
- I have made, or caused to be made, a diligent search of the production records reasonably available for this Well.
- To the best of my knowledge, this application and the data used to prepare the production curve and/or table for this Well are complete and accurate.

Signature Loren W. Fothergill Title Operations Engineer Date 03/06/2000

SUBSCRIBED AND SWORN TO before me this 6th day of March, 2000

Notary Public [Signature]

My Commission expires: 6/10/03

FOR OIL CONSERVATION DIVISION USE ONLY:

VI. CERTIFICATION OF APPROVAL:

This Application is hereby approved and the above-referenced well is designated a Well Workover Project and the Division hereby verifies the data shows a positive production increase. By copy hereof, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval and certifies that this Well Workover Project was completed on 6/10/99.

Signature District Supervisor <u>[Signature]</u>	OCD District <u>3</u>	Date <u>5/10/00</u>
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VII. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT: _____

CROSS TIMBERS OPERATING COMPANY

SAN JUAN DISTRICT

WELL RESTORATION

Friday, February 25, 2000

Page 1 of 1

MCGRADY, HB B

WELL # 1E

JOB TYPE: PWOPL

06/09/1999 MIRU WL. RIH w/1.901" GR to 48' KB. Set dwn in paraffin. RIH w/2" paraffin knife fr/48'-413'. Broke through paraffin @ 413' KB. RIH w/1.901" GR to 6,198' KB. Set dwn. RIH w/1.75" GR to 6,330' KB. DK perfs fr/6,160'-6,192' KB. PBTd 6,370' KB. RIH w/1.85" bl bx to 6,198' KB. Set new PCS BHBS (SN #BHBS-238SV-0599-????) @ 6,198' KB. Left new PCS pad plngr (SN #PP-238-0599-7282) on loc. RDMO WL.

06/10/1999 Installed dual flw lubricator. Dropped plngr. Cycled plngr. PL. 0 BO, 0 BW, 136 MCF, FTP 254 psig, SICP 320 psig, LP 252 psig, op ck, 24 hrs.

Well: H B MCGRADY B No.: 001E

Operator: CROSS TIMBERS OPERATING COMPANY API: 3004525495

Township: 27N Range: 12W Section: 24 Unit: N Type: F

County: SaAccumulated Oil: 2599(BBLS) Gas: 299406(MCF) Water: 301(BBLS) Days Produced:2444

Year:1993

Pool Name: BASIN DAKOTA (PRORATED GAS)

Month	Oil(BBLS)	Gas(MCF)	Water(BBL)	Days Produced
January	0	5908	8	26
February	105	6134	9	28
March	106	7401	9	31
April	35	6252	3	30
May	51	6691	4	31
June	8	454	1	29
July	9	5611	1	31
August	5	4673	0	31
September	8	4086	1	30
October	31	5030	3	31
November	8	5578	1	30
December	0	4946	9	31

Year:1994

Month	Oil(BBLS)	Gas(MCF)	Water(BBL)	Days Produced
January	122	3382	10	31
February	5	3831	0	28
March	6	4930	0	31
April	133	3576	11	30
May	19	3498	2	31
June	30	2745	2	13
July	61	4585	5	31
August	46	4978	4	31
September	27	2861	8	26
October	0	4794	0	31
November	103	4573	0	30
December	4	4583	0	31

Year:1995

Month	Oil(BBLS)	Gas(MCF)	Water(BBL)	Days Produced
January	80	5281	0	31
February	46	4286	0	28
March	6	4469	0	31
April	65	3104	0	30
May	0	2716	0	31
June	65	2935	0	30
July	0	2400	0	31
August	0	1942	0	31
September	5	2223	0	30
October	27	3115	0	25
November	47	3836	0	30

December	41	3759	0	31
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Year:1996

Month	Oil(BBLS)	Gas(MCF)	Water(BBL)	Days Produced
January	47	4266	0	31
Feburary	34	3873	0	29
March	27	4170	0	31
April	46	3735	0	30
May	0	3414	0	31
June	77	3329	0	30
July	12	3404	0	31
August	43	3227	0	31
September	0	2804	0	24
October	63	3895	30	31
November	52	3708	0	30
December	27	3608	20	31

Year:1997

Month	Oil(BBLS)	Gas(MCF)	Water(BBL)	Days Produced
January	43	3792	0	31
Feburary	37	3254	0	28
March	30	3412	0	31
April	42	3245	20	30
May	0	5432	0	31
June	7	3624	30	30
July	0	2793	0	24
August	0	3261	0	31
September	0	3097	0	30
October	63	3583	0	31
November	10	3314	0	30
December	97	2716	0	31

Year:1998

Month	Oil(BBLS)	Gas(MCF)	Water(BBL)	Days Produced
January	22	3063	0	31
Feburary	11	2788	0	28
March	0	2817	0	31
April	5	2631	0	30
May	9	3064	30	31
June	14	3011	0	30
July	5	3138	0	31
August	26	2835	0	31
September	56	3027	0	30
October	25	2903	0	31
November	30	2664	0	30
December	25	1786	40	31

Year:1999

Month	Oil(BBLS)	Gas(MCF)	Water(BBL)	Days Produced
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January	24	2695	0	31
Feburary	22	1953	0	28
March	14	2337	0	31
April	35	2198	0	30
May	31	2803	0	31
June	27	3435	0	30
July	52	3048	0	26
August	36	4081	0	31
September	35	3621	0	30
October	34	3386	40	31