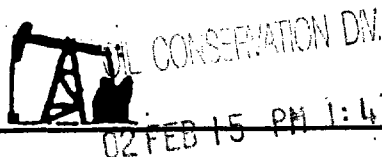


DALTON BELL



ARTESIA, NEW MEXICO 88210
811 BULLOCK AVE. 505-748-2134
FAX 505-746-2345

Feb. 11, 2002

Oil Conservation Div.
Attn; Mr. David Brooks
1220 St. Frances Dr.
Santa Fe NM 87505

Thank you for your call concerning the Hearing of Feb.22. Enclosed is a list of the Wells that I am involved in and a schedule of dates by which I will do everything possible to meet. I appreciate the possible postponement so that I might continue to bring these wells into compliance. I appreciate the attitude of the Secretary and the Director. I realize sometimes we dont seem to be doing all we can to stay in compliance and I am sure that some refuse to take responsibility for their actions, but I assure you I will do my best to live up to my commitments.

Of course you know that if the Oil Price goes back to \$8.00 per bbl i am giving these Wells to You.Thanks!

Sincerely yours,

Dalton Bell

OIL CONSERVATION DIV.	
02 FEB 15 PM 1:47	
OCD	82
CASE NO.	12811

82

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

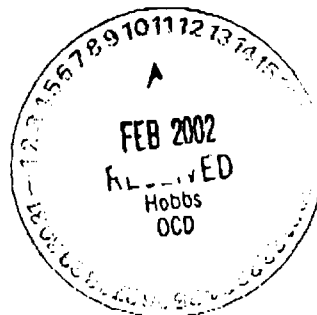
Form C-103
Revised March 25, 1999

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 checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	WELL API NO. 30-025-004644
2. Name of Operator Happy Oil Co.	5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
3. Address of Operator P.O. Box 343 Artesia, N.M. 88210	6. State Oil & Gas Lease No. V-1902
4. Well Location Unit Letter W : 330' feet from the South line and 1650 feet from the EAST line Section 6 Township 21-S Range 35-E NMPM County Lea	7. Lease Name or Unit Agreement Name: Chilkt State 6
10. Elevation (Show whether DR, RKB, RT, GR, etc.)	8. Well No. 1
	9. Pool name or Wildcat Wilson Yates Seven Rivers

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 checked="" type="checkbox"/>	REMEDIAL WORK <input 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 ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: <input type="checkbox"/>

2. 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

5 SXS @ 3700-3600' & tag
5 SXS @ 1990-1700' (salt)
5 SXS @ 465-365
10 SXS @ 60' - surface
10# Brine



Install Dry Hole Marker - Cir. 10# Mud

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

SIGNATURE Rickey Smith TITLE Agent DATE 2-11-02
Type or print name Rickey Smith Telephone No. 915 586-3076
(This space for State use)

APPROVED BY _____ TITLE PAUL F. KAUTZ DATE FEB 11 2002
Conditions of approval, if any: PETROLEUM ENGINEER

DALTON BELL



ARTESIA, NEW MEXICO 88210

811 BULLOCK AVE. 505-748-2134

FAX 505-746-2345

Feb. 11, 2002

WELLS WHICH ARE SHOWN TO BE OUT OF COMPLIANCE

OPERATOR	LEASE	WELL	APP#	ACTION	COMP DATE
Rtd. Brooks	11	30-015-01427	P&A		2-28-02
	17	01433	"		"
	16	01432	Return to Prod.		"
	20	01441	P&A		3-31-02
	22	01443	"		4-30-02
COPY OIL CO.					
Chilcat 6	#1	29727	Being P&A today will finish clean up		3-31-02
Fair	#1	20385	P&A		3-31-02
th and Marrs, Inc.					
RLSU	# 15	01457	Return to Production		5-31-02
	16	24000	" " "		"
	18	01463	" " "		"
	31	01493	P&A		7-31-02
	32	01492	"		"
	33	01462	"		4-31-02
	14	01460	Either P&A or Return to Production		9-31-02
	Yates	5	42195	P&A	
	1	01460	This Well is believed to be the oldest producing Well in New Mexico. It is being put back on production today. It was actually producing until it was temporarily shut in, but it was not being correctly reported. It will be corrected. Actually I should have said on State Land		

Thank you , if this is not satisfactory please tell me what else I need to do.

Dalton Bell
Dalton Bell