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.	30-005-63214
5. Indicate Type of Lease	STATE [X] FEE [ ]
6. State Oil & Gas Lease No.	E-3614

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.)

7. Lease Name or Unit Agreement Name

Standard-State

1. Type of Well:		
OIL WELL [ ]	GAS WELL [ ]	OTHER Water Supply Well

8. Well No. 5

2. Name of Operator

N. Dale Nichols

3. Address of Operator
P. O. Box 1972   Midland, Texas 79702

9. Pool name or Wildcat
Acme (San Andres)

4. Well Location
Unit Letter H : 1500 Feet From The North Line and 330 Feet From The East Line

Section 5   Township 8 South   Range 27 East   NMPM   Chaves   County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3991' GL

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK [ ]	PLUG AND ABANDON [ ]
TEMPORARILY ABANDON [ ]	CHANGE PLANS [X]
PULL OR ALTER CASING [ ]	
OTHER: Change from Oil well to Water Supply W [X]	

SUBSEQUENT REPORT OF:

REMEDIAL WORK [ ]	ALTERING CASING [X]
COMMENCE DRILLING OPNS. [X]	PLUG AND ABANDONMENT [ ]
CASING TEST AND CEMENT JOB [ ]	
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.

COMPLETED OPERATIONS:
1). Spudded 7-27-99 with cable tools and a 10" bit.
2). Hit water sand from 209' to 251', estimated at 10 gallons water per minute.
3). Hit granite (Railroad Mountain) at 295' and could not make further hole.

PROPOSED OPERATIONS:
1). Plug back with caliche from 295' to 265'.
2). Run 265' of 7" 26# casing slotted for water entry from 205' to 255'.
3). Gravel pack with pea gravel around 7" casing from 265' to 200'.
4). Fill outside 7" casing to surface with caliche and dirt.
5). Complete as a water supply well for possible future waterflood and ranch stock water.

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

SIGNATURE _____ TITLE Operator DATE _____
(915) 682-5621

TYPE OR PRINT NAME N. Dale Nichols   TELEPHONE NO.

(This space for State Use)

APPROVED BY Record Only.   TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: