

CISF  
[Signature]

State of New Mexico  
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

2040 South Pacheco  
Santa Fe, NM 87505

Submit 3 Copies to Appropriate  
District Office  
DISTRICT I  
1625 n. French Dr., Hobbs, NM 88240  
DISTRICT II  
811 South First, Artesia, NM 88210  
DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410  
DISTRICT IV  
2040 S. Pacheco, Santa Fe, NM 87505

WELL API NO. 30-015-31584

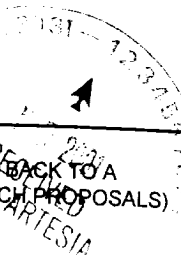
5. Indicate Type of Lease  
STATE  FEE

6. State Oil & Gas Lease No.  
LG 1443

7. Lease Name or Unit Agreement Name:  
Saragossa "16" State

8. Well No. 2

9. Pool name or Wildcat  
Carlsbad South (Morrow) PM



**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  Gas Well  Other

2. Name of Operator  
Louis Dreyfus Natural Gas Corp.

3. Address of Operator  
14000 Quail Springs Parkway - Suite 600 - Oklahoma City, OK 73134

4. Well Location  
Unit letter A 660' feet from the North line and 990' feet from the East line.  
Section 16 Township 23S Range 26E NMPM Eddy County

10. Elevation (Show whether DR, RKB, RT, Gr, etc.)  
3336'

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 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 checked="" type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Spud well 2/18/01.

2/20/01 ran 15 jts 13 3/8", 48# csg, set @ 670'. Cemented lead w/350 sx 35:65 Poz + 2% CaCl, tailed w/200 sx "C" + 2% CaCl. Bumped plug, float held. Circulated 75 sx to reserve pit. Wait on cement 18 hrs. commenced drilling.

2/25/01 ran 9 5/8", J-55, 36# csg, set @ 2709'. Cemented lead w/850 sx 50:50 Poz, tailed w/200 sx Class "C". Bumped plug, float held. Circulated 100 sk to reserve pit. Wait on cement 26 1/2 hrs. commenced drilling.

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

SIGNATURE Carla Christian TITLE Regulatory Technician DATE 02/26/01

Type or print name Carla Christian Telephone No. 405-749-5263

APPROVED BY [Signature] TITLE DISTRICT II SUPERVISOR DATE MAR - 9 2001

Conditions of approval, if any: