

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil & Gas Division
811 S. 1st
Artesia

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

435F

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT-" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. LC 029387B
2. Name of Operator Concho Resources Inc.	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. 110 W. Louisiana, Ste 410; Midland, Tx 79701 (915) 683-7443	7. If Unit or CA, Agreement Designation 23061
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 360' FNL & 1980' FEL, Sec. 30, T-18S, R-31E	8. Well Name and No. West Shugart '30' Federal #3
	9. API Well No. 30015-29500
	10. Field and Pool, or Exploratory Area Shugart Wolfcamp West
	11. County or Parish, State Eddy, NM

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other <u>Change of Operator</u>
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

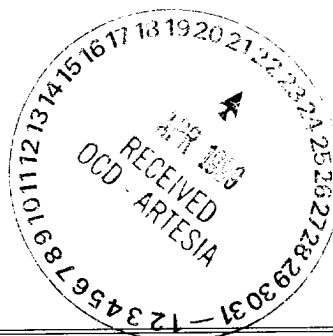
13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Effective February 1, 1999 Concho Resources Inc. (K2005) is the operator of the above federal well/lease.

The well above is not drilled, but an APD was filed by Penwell Energy, Inc. Concho Resources Inc. respectfully requests an operator change on the APD.

Concho Resources Inc. assumes responsibility of this lease and will operate according to federal guidelines.

BLM Bond Number: NM 2611



APPROVED

APR 21 1999

[Signature]
AUTHORIZED OFFICER, MINERALS
BUREAU OF LAND MANAGEMENT

14. I hereby certify that the foregoing is true and correct

Signed [Signature] Title Production Analyst Date 04/14/99

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____
Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.