

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Oil Cons.

N.M. DIV-Dist. 2

1301 W. Grand Avenue

Artesia, NM 88210

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other Instructions on reverse side

1. Type of Well ☒ Oil Well ☐ Gas Well ☐ Other		5. Lease Serial No. NMNM0145685
2. Name of Operator Xeric Oil & Gas Corporation		6. If Indian, Allottee or Tribe Name
3a. Address P. O. Box 352 Midland, TX 79702	3b. Phone No. (include area code) 915-683-3171	7. If Unit or CA Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1,650.5' FNL, 330' FWL, Sec. 29, 8S, 35E, NMPM		8. Well Name and No. Horton Federal #18
		9. API Well No. 30-041-10203
		10. Field and Pool, or Exploratory Area Milnesand San Andres
		11. County or Parish, State Roosevelt, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
☒ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☐ Other
	☐ Change Plans	☒ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomplate in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

1. MIRU Coiled Tubing Unit.
2. Circulate hole w/9# mud.
3. Spot 25 sx Class C @ 4668' (70' cement). 4612' - 4784' + 125' or 618PE 4612' w/54
4. Spot 25 sx Class C @ 2200' & tag plug (356' cement) perf @ 2250' + 800' set plug from 2150' - 2200'
5. Spot 25 sx Class C @ 500' (356' cement). perf + 800' cut to 512' set plug across shoe.
6. Cut off casing at surface & spot 5 sx Class C @ 70' & bring cement to surface.
7. Install dryhole marker & clean location.
Spot 2564 plus from 3960' - 3860'

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct	
Name (Printed/Typed) Angie Crawford	Title Production Analyst
Signature <i>Angie Crawford</i>	Date 3/20/03

THIS SPACE FOR FEDERAL OR STATE OFFICE USE		
Approved by <i>ACE</i>	Title PE	Date 4/9/03
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office RFO

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.

GWV