

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  
Budget Bureau No. 1004-0135  
Expires November 30, 2000

**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

2. Name of Operator  
 XERIC OIL & GAS COMPANY

3a. Address

3b. Phone No. (include area code)

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

(H) SEC 29 T8S R35E NENE  
 1650/N & 990/E

5. Lease Serial No.  
 NMNM0145685

6. If Indian, Allottee or Tribe Name

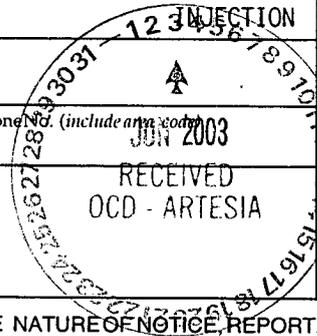
7. If Unit or CA/Agreement, Name and/or No

8. Well Name and No.  
 HORTON FED 29

9. API Well No.  
 30-041-10123-00-S1

10. Field and Pool, or Exploratory Area  
 MILNESAND

11. County or Parish, State  
 ROOSEVELT CO NM



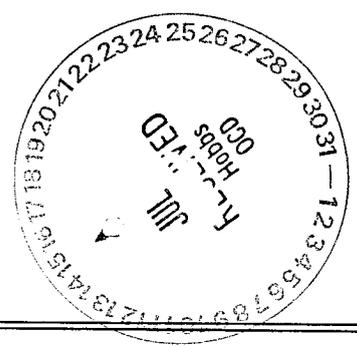
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input type="checkbox"/> Production (Start/Resume) <input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input type="checkbox"/> Reclamation <input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair <input type="checkbox"/> New Construction <input type="checkbox"/> Recomplete <input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans <input checked="" type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> 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 recompleate 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 recompleation 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 final site is ready for final inspection.)

5-7-03 SPOT 25 SKS @ 4770' WOC & TAG @ 4550'  
 5-9-03 SPOT 25 SKS 3900-3700  
 SQUEEZE 50 SKS @ 1660' -1400'  
 PERF @ 500' SQUEEZE 225 SKS TO SURFACE

INSTALL P&A MARKER  
 CIRCULATED MUD



14. I hereby certify that the foregoing is true and correct  
 Name (Printed/Typed)  
 JEFF KESTER

Title  
 CEMENTER

Date  
 5-9-03

*Jeff Kester*

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by *[Signature]*

Title *PE*    Date *5/28/03*

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*

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.