

Form Approved
OMB 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


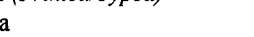
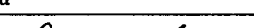

1. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	Querecho Plains Unit #2
2. Name of Operator Pecos Production Company	9. API Well No. 30-025-36541
3. Address of Operator 400 W Illinois, Ste 1070, Midland, Texas 79701	10. Field and Pool, or Exploratory Area North Lusk Morrow
3b. Phone No. (Include area code) (432) 620-8480	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FNL & 660' FWL, Sec 22, T18S, R32E	11. County or Parish, State Lea Co, NM

12. Check Appropriate Box 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 checked="" 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 checked="" type="checkbox"/> Other _____	
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>Complete Drilling</u>	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	_____	

13. Describe proposed or completed operations: (clearly state all pertinent details, starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete 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 recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

1/31/04- MIRU & Spud 17 1/2" hole.
2/01/04- TD 17 1/2" hole @ 760'. Ran 13 3/8" csg & set @ 755'. Cmt csg w/630 sx Cl C + additives. Circ 140 sx to pit. Test BOP's to 1000 psi-ok. WOC 25 hrs.
2/10/04- TD 11" hole @ 4515'. Ran 8 5/8" 32# csg & set @ 4515'. Cmt csg w/1895 sx Poz C + additives. Circ 204 sx to pit. Test BOP's to 5000 psi- ok. WOC 33 hrs.
2/12/04- Test csg to 1000 psi- ok.
3/02/04- TIH w/DST #1 (11,496'-11,795') & test well.
3/09/04- TD 7 7/8" hole @ 13,000'.
3/10/04- Ran GR-CNL-SDL-DLL-MSFL-Sonic LTD-12,974'-4512'.
3/12/04- Ran 5 1/2" csg & set @ 12,998'. Cmt csg 1st stage w/475 sx 61:15:11 + additives, circ 40 sx to pit. Cmt 2nd stage w/1450 sx 35:65:6 + additives, followed w/150 sx Cl H + additives.
3/13/04- Clean pits & rlsd rig @ 12:00 noon.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Dora Lara		Title Engr Asst	 
Signature 		Date 3/16/04	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE			
Approved by 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.		Title Office	Date 

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, Make it a crime for any person knowingly and willfully to make to any department or agency of the United State any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

GWV