Submit 3 Copies to Appropriate District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

310 Old Santa Fe Trail, Room 206
Santa Fe, New Mexico 87503

WELL API NO.
30-025-01020

5. Indicate Type of Lease STATE [X] FEE [ ]

6. State Oil & Gas Lease No.
E 1811

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.)

7. Lease Name or Unit Agreement Name
STATE BT D

1. Type of Well:
OIL WELL [X] GAS WELL [ ] OTHER

2. Name of Operator
COLLINS & WARE, INC.

8. Well No.
2

3. Address of Operator
508 W. WALL, STE. 1200 MIDLAND, TX 79701

9. Pool name or Wildcat
BAGLEY PENN

4. Well Location
Unit Letter J : 1980 Feet From The SOUTH Line and 1980 Feet From The EAST Line

Section 35 Township 11S Range 33E NMPM LEA County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
4237' GR

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK [ ]	PLUG AND ABANDON [ ]	REMEDIAL WORK [ ]	ALTERING CASING [ ]
TEMPORARILY ABANDON [ ]	CHANGE PLANS [ ]	COMMENCE DRILLING OPNS. [ ]	PLUG AND ABANDONMENT [ ]
PULL OR ALTER CASING [ ]		CASING TEST AND CEMENT JOB [ ]	
OTHER: [ ]		OTHER: KNOCK OUT CIBP [X]	

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.

10-27-98 MIRU PU. POH W/RODS & TBG.
10-28-98 DRILL ON CIBP @9285' W/SAND LINE DRILL.
10-29-98 DRILL ON CIBP W/SAND LINE DRILL.
10-30-98 RUN 4 3/4" BIT ON 2 7/8" TBG. DRILL & PUSH CIBP TO 9624'. POH W/BIT. RUN SAND LINE DRILL & PUSH CIBP TO 10,515'. RUN PRODUCTION TBG.
10-31-98 RUN RODS & PUMP. RESUME PUMPING WELL. WELL PRODUCING FROM BAGLEY PENN PERFS 9029-67' & 9298-9405'.

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

SIGNATURE David Chiles TITLE ENGR. TECH DATE 01-11-99

TYPE OR PRINT NAME DAVID CHILES TELEPHONE NO. (915) 687-3435

(This space for State Use)

ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: