APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DATE

OIL CONSERVATION DIVISION DISTRICT WELL API NO. P.O. Box 1980, Hobbs, NM 88240 2040 Pacheco St. 30 025 22138 Santa Fe, NM 87505 DISTRICT II sIndicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 STATE FEE «State Oil & Gas Lease No. DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 NM 058102 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) FLYING M (SA) UNIT Type of Weli: GAS WELL OTHER CONVERT TO WIW WELL «Well No. SOUTHWEST ROYALTIES, INC. ATTN: BEVERLY HATFIELD 25-4 Pool name or Wildcat 3Address of Operator FLYING M (SA) P. O. BOX 11390; MIDLAND, TX 79702 4Well Location WEST 1987 SOUTH Line Line and Feet From The 850 Feet From The Unit Letter . **LEA** County NMPM 33 E 98 Range Township 28 Section 10 Elevation (Show whether DF, RKB, RT, GR, etc.) 4321 GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11 SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: PLUG AND ABANDON ALTERING CASING REMEDIAL WORK PERFORM REMEDIAL WORK PLUG AND ANBANDONMENT COMMENCE DRILLING OPNS. CHANGE PLANS **TEMPORARILY ABANDON** CASING TEST AND CEMENT JOB **PULL OR ALTER CASING** OTHER: CONVERT TO WATER INJECTION OTHER: 12Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. 1. POH W/RODS & PMP; ND WH; RELEASE TAC & POH W/TBG. 2. RIH W/BIT & CLEAN OUT WELL TO PBTD; CIRC CLEAN & POH W/BIT. 3. RIH W/4-1/2" X 2-3/8" LOK-SET PKR AND 2-3/8" IPC TUBING. SET PKR @ ± 4380' (PERFS: 4476-4522'). 4. LOAD ANNULUS W/PACKER FLUID & TEST CSG TO 500# WITH CHART RECORDER. 5. ACIDIZE SAN ANDRES W/3000 GALS 20% NEFE ACID. 6. LAY INJECTION LINE & PUT WELL ON INJECTION. knowledge and belief. I hereby certify that the information above is true DATE 3-30-98 TITLE COMPLIANCE SPECIALIST TELEPHONE NO. 915 686-9927 TYPE OR PRINT NAME BEVERLY HATFIELD 1 1998 (This space for State Use)