

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

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO. 30-025-25846
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG-3861
7. Lease Name or Unit Agreement Name New Mexico State Com
8. Well No. 1
9. Pool name or Wildcat Mescalero (Morrow)
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4,381 G.R.

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.)

1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER
2. Name of Operator Santa Fe Exploration Company
3. Address of Operator 201 W. 3rd, Roswell, NM 88201
4. Well Location Unit Letter M : 860 Feet From The South Line and 660 Feet From The West Line Section 19 Township 10 South Range 32 East NMPM Lea County

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: <input type="checkbox"/>

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.

SEE WELLBORE DIAGRAM ATTACHED

Set CIBP @ 4,100'± w/35' cmt
Set 100' plug at 3600-3500' (across 8 5/8" shoe)
Cut and retrieve 5½" csg. at 3200'±
Set 100' plug at 5½" stub with 50' in and 50' out
Set 100' plug at 400-300' (across 13 3/8" shoe)
Set 10 sx surface plug with dry hole marker.
Circ. 10# mud between all plugs.

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

SIGNATURE Richard C. Gilliland TITLE Agent DATE 10/8/97
TYPE OR PRINT NAME Richard C. Gilliland TELEPHONE NO. 505-623-9799

(This space for State Use)

ORIGINAL SIGNED BY JAMES WILLIAMS
DISTRICT I SUPERVISOR

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

OCT 20 1997