

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 811 South First, Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised March 25, 1999

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO.
 30-041-20898
 5. Indicate Type of Lease
 STATE FEE
 6. State Oil & Gas Lease No.
 VA 2382

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 Gas Well Other

2. Name of Operator
 Primero Operating, Inc.

3. Address of Operator
 PO Box 1433, Roswell, NM 88202-1433

4. Well Location
 Unit Letter L : 1650 feet from the South _____ line and 660 feet from the West _____ line
 Section 2 Township 8S Range 37E NMPM Roosevelt County

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
 4050 GR

7. Lease Name or Unit Agreement Name:
 Bolero State

8. Well No. 1

9. Pool name or Wildcat
 Bluit Wolfcamp

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"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/>	
OTHER: <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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

Commenced drilling a 17 1/4" hole at 3:30 pm on December 23, 2001. Drilled a 17 1/4" hole to 500' and ran 500' of new 13 3/8" 63# casing equipped with Texas pattern shoe, insert float and 4 centralizers. Cemented casing with 543 sx class C w/ 2% CaCl. Circulated 174 sx to pit. Pumped plug to shoe and pressured casing to 1000 psi, it held ok. NU BOP and SD for Christmas

Commenced drilling a 12 1/4" hole at 3:00 pm on 12/26/2001. Drilled a 12 1/4" hole to 3650' and ran 3650' of new 8 5/8" 32 and 24# J-55 casing equipped with guide shoe, float collar and 11 centralizers. Cemented casing with 900 sx class C w/ 6% Bentonite and 200 sx Class C w/ 1% CaCl. Circulated 120 sx to pit. Pumped plug to shoe and pressured casing to 1000 psi, it held OK. NU BOP and WOC 18 hours.

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

SIGNATURE [Signature] TITLE Petroleum Engineer DATE _____

Type or print name Phelps White Telephone No. 505-622-1001
 (This space for State use)

APPROVED BY _____ TITLE ORIGINAL SIGNED BY
PAUL F. KAUTZ
PETROLEUM ENGINEER DATE FEB 12 2002