

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

WELL API NO.	30-025-33822
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.	NA
7. Lease Name or Unit Agreement Name	Nicholas 31
8. Well No.	1
9. Pool name or Wildcat	WILDCAT (STRAWN) <i>W. Morton Permo Penn</i>
10. Elevation (Show whether DF, RKB, RT, GR, etc.)	4042' GR

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 checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	2. Name of Operator RAND PAULSON OIL COMPANY, INC.
3. Address of Operator 508 W. WALL, STE 100, MIDLAND, TX. 79701	4. Well Location Unit Letter <u>H</u> : <u>2090</u> Feet From The <u>NORTH</u> Line and <u>660</u> Feet From The <u>EAST</u> Line Section <u>31</u> Township <u>14-S</u> Range <u>35-E</u> NMPM LEA County
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4042' GR	

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 type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <u>DRILL TO TD SET 5 1/2" - PERF GR</u> <input checked="" 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.

Drilled 7 7/8" hole to 12,500'. Verbal approval from Pete Chester, BLM-Roswell to deepen well to 13,500'. At 12,600', after logging and DST, decided to plug back and deviate hole to 1880' FEL & 2096' FSL of section. Set 85 sx plug 9835' - 9635' and 200 sx plug @ 6500' - 6900' which is kickoff point. Made application to NMOCDD 5-13-97, approved per Administrative Order DD-170 dated 5-14-97. Well was deviated and 7 7/8" hole drilled to 12,365' and 5 1/2" casing set and cemented w/750 sx. TVD - 12,085'. BHL is Unit J- 2096' FSL and 1888' FEL. Perforations are 12,211' - 12,236' MD. Acidized well with 5500 gals 15% acid.

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

SIGNATURE *M. H. Routh* TITLE Agent DATE 3/24/98
TYPE OR PRINT NAME O. H. Routh 915-687-0323 TELEPHONE NO. 915 687-0323

(This space for State Use)

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: