

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division
P.O. Box 15
Hobbs, NM 88241

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

RECEIVED

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE *See* BUREAU OF LAND MGMT.
ROSWELL OFFICE

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NM 96249
2. Name of Operator Rand Paulson Oil Company, Inc.	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. 508 W. Wall, Ste. 100 Midland, TX. 79701	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 2090' FNL 660' FEL Sec. 31 T-14-S R-35-E	8. Well Name and No. Nicholas 31 Fed. No. 1
	9. API Well No. 30-025-33822
	10. Field and Pool, or Exploratory Area Wildcat
	11. County or Parish, State Lea, NM.

12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

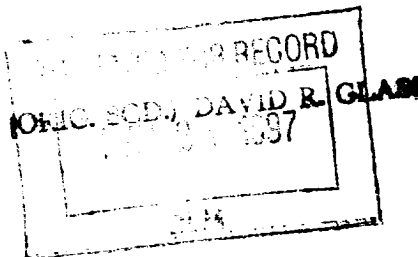
TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input checked="" type="checkbox"/> Change of Plans
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input checked="" type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Other	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

5-5-97 Drilled 7 7/8" hole to 12,500'. Verbal approval from Pete Chester, BLM-Roswell, NM, to deepen well to 13,500'. At 12,600', after logging and DST (12,470' - 12,600'), decided to plug back and deviate BHL to 1980' FSL & 1650' FEL. Set 85 sx Class H + Retarder (1.18 ft³/SK and 15.6 #/gal) 9835' - 9635' and 200 sx Class H (.99 ft³/SK & 17.5 #/gal)

5-9-97 6500' - 6900', which is deviation kick-off point. Telephone conversation and fax to Gary Gourley - BLM Roswell. With our application to NMOCD, this well will henceforth, be referred to as Nicholas 31 No. 1.



14. I hereby certify that the foregoing is true and correct

Signed *[Signature]* Title Agent Date 5-13-97

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____
Conditions of approval, if any: