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Form C-103
Supersedes Old
C-102 and C-103
Effective 1-1-65

NEW MEXICO OIL CONSERVATION COMMISSION

5a. Indicate Type of Lease: State [ ] Fee [ ]

5. State Oil & Gas Lease No.

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.)

7. Unit Agreement Name

OIL WELL [X] GAS WELL [ ] OTHER-

Name of Operator: MorOilCo, Inc.

8. Farm or Lease Name: McAlister

Address of Operator: P.O. Drawer I Artesia, NM 88211-0269

9. Well No.: #1

Location of Well: UNIT LETTER J, 1980' FEET FROM THE South LINE AND 1980' FEET FROM THE East LINE, SECTION 31 TOWNSHIP 2S RANGE 33E NMPM.

10. Field and Pool, or Wildcat: Wildcat

15. Elevation (Show whether DF, RT, GR, etc.): 4195.1 GL

12. County: Roosevelt

Check Appropriate Box To Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:				SUBSEQUENT REPORT OF:			
PERFORM REMEDIAL WORK	[ ]	PLUG AND ABANDON	[ ]	REMEDIAL WORK	[X]	ALTERING CASING	
TEMPORARILY ABANDON	[ ]			COMMENCE DRILLING OPNS.	[ ]	PLUG AND ABANDONMENT	
PULL OR ALTER CASING	[ ]	CHANGE PLANS	[ ]	CASING TEST AND CEMENT JOB	[ ]		
OTHER	[ ]			OTHER			

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.

Drill out D.V. tool at 4006', clean out to 7487'. Pressure test casing to 2500#. Held O.K. Run cement bond log. Perforated 15 .42 holes as follows: 7415', 16, 17, 18, 19, 20, 21, 22, 27, 24, 25, 26, 27, 28, 29. Break down perfs at 700#. Treat with 2000 gal. NeFe. Treating pressure: Min. 550#, Max. 1000#, Avg. 570#. Average Injection Rate: 2.3 bbl's/min. ISDP Vac. Set CIBP at 7405' with 17' cement on top.

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

SIGNED: Frank A Morgan TITLE: Operator DATE: 9/21/87

APPROVED BY: Eddie W. Seay, Oil & Gas Inspector TITLE: DATE: SEP 23 1987

CONDITIONS OF APPROVAL, IF ANY: