

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. 30-025-02782
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Shell Lusk ANB Com
8. Well No. 1
9. Pool name or Wildcat Undes. Townsend Morrow
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3982' 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 GAS WELL OTHER

2. Name of Operator
XATES PETROLEUM CORPORATION

3. Address of Operator
105 South 4th St., Artesia, NM 88210

4. Well Location Bottom Hole Location: 1650' FNL & 1980' FWL of Section II-T1165-R35E
Surface: Unit Letter F : 1980 Feet From The North Line and 1980 Feet From The West Line

Section 11 Township 16S Range 35E 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"/>	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>Perforate & acidize</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.

10-25-97 - Cleaned location. Moved in and rigged up pulling unit. TIH with bit, scraper and tubing. Tagged PBSD at 12206'. Shut well in due to high winds.

10-26-97 - TOOH with tubing. Rigged up wireline. TIH with logging tools and tagged PBSD at 12201'. Ran GR/CBL logs. TOOH with logging tools and rigged down wireline. Shut well in.

10-28-97 - Moved in and rigged up reverse equipment. TIH with bit, drill-collars and tubing. Tagged up at 12211'. (tbgs msmt). Drilled 25'. Circulated clean. TOOH & laid down drill collars.

10-29-97 - Rigged up wireline. TIH with 4" casing guns and perforated 12207-12214' w/32 .42" holes (4 SPF - Morrow). TOOH with casing guns and rigged down wireline. TIH with packer w/1.875" on/off tool and 2-7/8" tubing. Nippled down BOP and nipped up tree. Set packer and flanged up. Swabbed tubing dry.

10-30-97 - Rigged up treesaver. Acidized perforations 12207-12214' with 2500 gallons 15% iron control HCL acid and ball sealers. Bled well down. Rigged down treesaver. Swabbing.

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

SIGNATURE Rusty Klein TITLE Operations Technician DATE Nov. 5, 1997

TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

APPROVED BY ORIGINAL SIGNED BY CHRIS WILLIAMS TITLE DISTRICT I SUPERVISOR DATE _____

CONDITIONS OF APPROVAL, IF ANY:

AUG 26 1998