PENNZOIL EXPLORATION & PROD. COMPANY

STATE -21- Well #3

Section 21, T16S, R37E,

Lea County, New Mexico

DST #1 11,460'-11,482' Opened tool w/weak blow incr to good blow had 2 min preflow. Closed tool for 60 min. ISIP. Re-opened tool on 1/4" ck w/good blow. Had GTS after 2.5 min. After 5 mins flwg on 1/4" ck w/45#. After 10 mins., flwg on 1/2" ck w/60#. After 20 mins., flwg on 3/4" ck w/80#. After 65 mins., flwg on 3/4" ck w/105#. Flow stabilized @ 105# on 3/4" ck for remainder of FFP (total = 2.5 hrs). Closed tools for FSIP. Flare died after 1 hour & 25 mins. Will release pkrs @ 12:00 Noon. - Finish DST #1: 11460-482 - 420 min. Final Shut-In. - Pull packers loose & POOH - Drill pipe recovery consisted of 905' free oil (42° API) & 120' oil & GCM (6000 ppm CL) total of 7.85 bbls. Sample Chamber (1500 cc) Recovered 2.15 ft³ gas & 140 cc free oil (42° API) with 500 psig. İHP 5267# FSIP 1650# IFP 381 to 381# FHP 5246# ISIP 1650# BHT 166°F FFP 381 to 508#