

DISTRICT 1
P.O. Box 1980, Hobbs, NM 88240

DISTRICT 2
P.O. Drawer DD, Artesia, NM 88210

DISTRICT 3
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

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

WELL API NO.	30-025-34220
5. Indicate Type of Lease	State
6. State Oil & Gas Lease No.	B-2148
7. Lease Name or Unit Agreement Name	Phillips State
8. Well No.	100
9. Pool name or Wildcat	Maljamar Grayburg San Andres

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 type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input checked="" type="checkbox"/> WIW	
2. Name of Operator Shahara Oil, LLC	
3. Address of Operator 207 W. McKay, Carlsbad, NM 88220 505/885-5433	
4. Well Location Unit Letter <u>E</u> : <u>1330</u> Feet From The <u>N</u> Line and <u>140</u> Feet From The <u>W</u> Line Section <u>16</u> Township <u>17S</u> Range <u>33E</u> NMPM <u>Lea</u> County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) <u>4448 GR</u>	

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"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>
OTHER: <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/>
	PLUG AND ABANDONMENT <input type="checkbox"/>
	OTHER: <input 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.

01/16/98 Spud 12 1/4" hole @ 1500hrs MST. Drill 12 1/4" hole to 521'. Ran 12 jts 8 5/8 24# J-55 csg. Set @ 521' w/310 sx. Circ 60 sx. WOC.

01/17/98 Test csg to 1000psi for 30 mins. Held good. Drill out w/ 7 7/8" bit.

01/24/98 Drill 7 7/8" hole to TD of 4900'. Ran open hole logs.

01/25/98 Ran & set 5 1/2" 17# J-55 csg @4901'. Cement w/1400 sx Premium cmt. Circ.

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

SIGNATURE Perry L. Hughes TITLE President DATE 02/03/98
TYPE OR PRINT NAME Perry L. Hughes TELEPHONE NO. 505-885-5433

(This space for State Use) ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT 1 SUPERVISOR

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL IF ANY: