| ISTRICT III       Santa Fe, New Mexico 87504-2088       5. Indicate Type o         ISTRICT III       SUNDRY NOTICES AND REPORTS ON WELL       6. State Oil / Gas I         (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. Lease Name or VACUUM GRAYE         . Type of Well:       OIL WELL       GAS WELL       OTHER         . Name of Operator       TEXACO EXPLORATION & PRODUCTION INC       8. Well No.         . Address of Operator       205 E. Bender, HOBBS, NM 88240       9. Pool Name or WARD   | STATE FEE<br>Lease No.<br>B - 1080<br>Unit Agreement Name<br>BURG SAN ANDRES UNIT<br>157<br>Iddcat<br>GRAYBURG SAN ANDRES<br>WEST Line            |
|--|---|
| O. Box 1980, Hobbs, NM 88240       P.O. Box 2088       3         ISTRICT II       Santa Fe, New Mexico 87504-2088       5. Indicate Type o         ISTRICT III       SUNDRY NOTICES AND REPORTS ON WELL       6. State Oil / Gas I         000 Rio Brazos Rd., Aztec, NM 87410       6. State Oil / Gas I         SUNDRY NOTICES AND REPORTS ON WELL       7. Lease Name or         (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. Lease Name or         . Type of Well:       OIL       GAS WELL       OTHER         . Name of Operator       8. Well No.       8. Well No.         . Address of Operator       205 E. Bender, HOBBS, NM 88240       9. Pool Name or Widdle VACUUM (Counter Counter C  | f Lease<br>STATE FEE<br>Lease No.<br>B - 1080<br>Unit Agreement Name<br>BURG SAN ANDRES UNIT<br>157<br>Ildcat<br>GRAYBURG SAN ANDRES<br>WEST Line |
| ISTRICT II       P.O. Box 2088       3         O. Box Drawer DD, Artesia, NM 88210       Santa Fe, New Mexico 87504-2088       5. Indicate Type o         ISTRICT III       6. State Oil / Gas I         000 Rio Brazos Rd., Aztec, NM 87410       6. State Oil / Gas I         CDO 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. Lease Name or VACUUM GRAYE         Type of Well:       OIL       GAS WELL       OTHER         Name of Operator       TEXACO EXPLORATION & PRODUCTION INC       8. Well No.         Address of Operator       205 E. Bender, HOBBS, NM 88240       9. Pool Name or W         Well Location       Unit Letter  | f Lease<br>STATE FEE<br>Lease No.<br>B - 1080<br>Unit Agreement Name<br>BURG SAN ANDRES UNIT<br>157<br>Ildcat<br>GRAYBURG SAN ANDRES<br>WEST Line |
| O. Box Drawer DD, Artesia, NM 88210       Santa Fe, New Mexico 87504-2088       5. Indicate Type of Santa Technology         ISTRICT III       6. State Oil / Gas I         000 Rio Brazos Rd., Aztec, NM 87410       6. State Oil / Gas I         SUNDRY NOTICES AND REPORTS ON WELL       6. State Oil / Gas I         (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. Lease Name or VACUUM GRAYE         . Type of Well:       OIL       GAS       OTHER         . Name of Operator       8. Well       0. State Oil OTHER       8. Well No.         . Address of Operator       205 E. Bender, HOBBS, NM 88240       9. Pool Name or WACUUM (VACUUM COMPARIANC)         . Well Location       Unit Letter  | STATE FEE<br>Lease No.<br>B - 1080<br>Unit Agreement Name<br>BURG SAN ANDRES UNIT<br>157<br>Iddcat<br>GRAYBURG SAN ANDRES<br>WEST Line            |
| 000 Rio Brazos Rd., Aztec, NM 87410       6. State Oil / Gas I         SUNDRY NOTICES AND REPORTS ON WELL       (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. Lease Name or VACUUM GRAYE         Type of Well:       OIL OTHER       GAS WELL OTHER       8. Well No.         Name of Operator       TEXACO EXPLORATION & PRODUCTION INC       9. Pool Name or WOVACUUM GRAYE         Address of Operator       205 E. Bender, HOBBS, NM 88240       9. Pool Name or WOVACUUM GRAYE         Well Location       Unit Letter       C       710       Feet From The NORTH Line and 2530       Feet From The Section _1         Township18S       Range34E       NMPM   | B - 1080<br>Unit Agreement Name<br>BURG SAN ANDRES UNIT<br>157<br>Ildcat<br><u>GRAYBURG SAN ANDRES</u><br>WESTLine                                |
| (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOR. USE "APPLICATION FOR PERMIT (FORM C-101) FOR SUCH PROPOSALS.)       7. Lease Name or VACUUM GRAYE         . Type of Well:       OIL       GAS WELL       OTHER       VACUUM GRAYE         . Name of Operator       TEXACO EXPLORATION & PRODUCTION INC       8. Well No.       9. Pool Name or WO VACUUM GRAYE         . Address of Operator       205 E. Bender, HOBBS, NM 88240       9. Pool Name or WO VACUUM GRAYE         . Well Location       Unit Letter       C       710       Feet From The NORTH Line and 2530       Feet From The Section _1         10. Elevation (Show whether DF, RKB, RT,GR, etc.)       GR-3993'  | Unit Agreement Name<br>BURG SAN ANDRES UNIT<br>157<br>Ildcat<br>GRAYBURG SAN ANDRES<br>WESTLine   |
| Type of Well:       OIL WELL       GAS WELL       OTHER         Name of Operator       TEXACO EXPLORATION & PRODUCTION INC       8. Well No.         Address of Operator       205 E. Bender, HOBBS, NM 88240       9. Pool Name or With VACUUM of VACUUM  | 157<br><sup>(ildcat</sup><br><u>GRAYBURG SAN ANDRES</u><br><u>WEST</u> Line   |
| TEXACO EXPLORATION & PRODUCTION INC       9. Pool Name or Will Not Name or Will Name or Will Not Name or Will Name or Will Not Name or Will Not Name or Will Name or Will Name or Will Not Name or Will Not Name or Will Not Name or Will Name or Will Not Name or Will | ildcat<br>GRAYBURG SAN ANDRES<br>WEST Line  |
| 203 E. Bender, HOBBS, NM 86240       VACUUM (         Well Location       VACUUM (         Unit Letter       C       710       Feet From The NORTH Line and 2530       Feet From The         Section _1       Township 18S       Range 34E       NMPM         10. Elevation (Show whether DF, RKB, RT,GR, etc.)       GR-3993'   | GRAYBURG SAN ANDRES   |
| . Well Location Unit Letter <u>C</u> : 710 Feet From The <u>NORTH</u> Line and <u>2530</u> Feet From The <u>Section 1</u> Township <u>18S</u> Range <u>34E</u> NMPM 10. Elevation (Show whether DF, RKB, RT,GR, etc.) GR-3993'   | WESTLine  |
| Section1         Township18S         Range34E         NMPM           10. Elevation (Show whether DF, RKB, RT,GR, etc.)         GR-3993'  |   |
| 10. Elevation (Show whether DF, RKB, RT,GR, etc.) GR-3993'   | LEA COUNTY  |
|  |   |
| encourrepropriate Box to indicate Nature of Notice, Report, of Other Data  |   |
|  |   |
|  |   |
|  |   |
|  |   |
| PULL OR ALTER CASING     CASING TEST AND CEMENT JOB       OTHER:     OTHER:  |   |
| <ol> <li>MIRU pulling unit and spooler, come out of hole with Tbg and submersible pump.</li> <li>GIH with 2 7/8" workstring and &amp; 7" Pkr. Set the Pkr @ +/- 4400' and test for communication behind casing between lower an<br/>@ 4436' and 4348'). If there is no communication then:</li> <li>GIH with 2 7/8" workstring and 7" CIBP, Set the plug @ +/- 4390' and TOH.</li> <li>TIH with 2 7/8" workstring (open end) and 7" CIBP. Set the plug @ +/- 4270'.</li> <li>Squeeze perfs @ 4178-4258 with 66 sx Class "C" cement (as per enclosed procedure) and shut the well over the night.</li> </ol>  | id upper perfs (between perfs   |
| C) GIH with 6 1/8" bit and drill collar. Drill out cement and CIBP and circulate hole clean.   |   |
| 3) If there is communication between lower and upper interval, GIH with 2 7/8" workstring and cement retainer. Set retainer @ +/ perfs (4178-4680') with 130 sx Class "C" cement. Follow the maximum squeeze pressure chart enclosed.  | /- 4170' and squeeze off all the  |
| 4) TIH with 6 1/8" bit and drill collar. Drill out cement retainer and cement to +/- 4395' and circulate hole clean.   |   |
| 5) Schlumberger perf 2JSPF @ 4280-4350'  |   |
| 5) GIH with 7" Pkr and workstring and set the Pkr @ +/- 4260'. Dowell acidize the new perfs with 3000 gals 15% NEFE with 150 naximum pressure of 3000 psig:  | 10# rocksalt @ 3-4 BPM and  |
| 7) Scale squeeze by pumping 2 drums of TH-756 inhibitor mixed in 20 bbls of fresh water across the new perfs.  |   |
|  |   |
| B) Run production equipment and place the well on test.  |   |
| B) Run production equipment and place the well on test.  |   |
|  | DATE 12/23/07   |
| a) Run production equipment and place the well on test.  | _DATE <u>12/23/97</u>   |
| a) Run production equipment and place the well on test.  bereby certify that the information above for the best of my knowledge and belief.  SIGNATURE   |   |
| a) Run production equipment and place the well on test.  bereby certify that the information hove aftue and complete to the best of my knowledge and belief.  SIGNATURE  |   |