State of New Mexico

Form C-103

to Appropriate District Office nerals and Natural Resources Department Energy Revised 1-1-Ro DISTRICT OIL CONSERVATION DIVISION WELL API NO. P.O. Box 1980, Hobbs, NM 88240 2040 Pacheco St. 30-025-03820 DISTRICTII Santa Fe. NM 87505 P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease STATE FEE DISTRICT III 1000 Rio Brazos Rd., Aziec, NM \$7410 6. State Oil & Gas Lease No. E 2359 SUNDRY NOTICES AND REPORTS ON WELLS ( DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: State L "A" WELL X WELL [ OTHER 2. Name of Operator 8. Well No. 12 Collins & Ware, Inc. Address of Operator 9. Pool same or Wildcat 508 West Wall, Suite 1200, Midland, Texas Drinkard 4. Well Location 2310 Feet From The 2310 West South Line and Feet From The 01 Range 36E **17**S Section Lea Township **NMPM** County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3823' GL Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK **ALTERING CASING** TEMPORARILY ABANDON **CHANGE PLANS** COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB OTHER: OTHER: Perf and acidize X 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. 6/10/98 Tag top of cement retainer at 4510'. 6/11/98 Drill retainer and hard cement from 4522 to 4606. Fell through and run tubing to top of second retainer at 5245. Drill out second retainer down to 5302' (top of third retainer). Continue down to PBTD at 8163'. 6/12/98 Pull Dual Spaced Compensated Neutron\ GR/CCL from 8163 to 6100. Perf Drinkard from 7905 - 7925 with 1 JSPF, 21 holes. 6/15/98 Acidize perfs 7905 - 7925 with 2800 gals Ferchek acid and 35 ball sealers. Achieved ball out. true and complete to the best of my knowledge and belief.

TIME Production Clerk DATE 6/18/98 TYPE OR PRINT NAME Midhelle Chappell TELEPHONE NO. (915) 687-3435 (This space for State Use) AM3 APPROVED BY -TIME . CONDITIONS OF APPROVAL, IP ANY

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