Submit 3 Copies to Appropriate District Office

CONDITIONS OF APPROVAL, IF ANY:

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

OIL CONSERVATION DIVISION DISTRICT I P.O. Box 1980, Hobbs NM 88240 WELL AP! NO. P.O. Box 2088 30-025-08527 DISTRICT II Santa Fe, New Mexico 87504-2088 P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease STATE X FEE DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. B = 1423 = 1SUNDRY 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" 7. Lease Name or Unit Agreement Name (FORM C-101) FOR SUCH PROPOSALS.) EAST VACUUM GB/SA UNIT 1. Type of Well: **TRACT 2819** OIL WELL X WELL 2. Name of Operator 8. Well No. Phillips Petroleum Company 003 3. Address of Operator 9. Pool name or Wildcat 4001 Penbrook Street, Odessa, TX 79762 VACUUM GRAYBURG/SAN ANDRES 4. Well Location 1980' Feet From The Unit Letter NORTH 1980' Line and **EAST** Feet From The Line Section Township 17-S Range 35-E **NMPM** County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3956' DF 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 JOR OTHER: _ OTHER: TREAT F/SCALE CHG F/GAS LIFT T/PMP UT [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. MIRU DA&S WS #291, PMP BRINE T/KILL, NU BOP & PAN, REL PKR, COOH W/TBG, (TROUBLE 09/30/96 W/PKR, COOH), TRIP IN W/SAND PMP, TAG @ 4623', CATCH SAMPLE OF CALCIUM SULFATE SCALE, TRIP IN W/SCRAPER T/+/-4200', SISD. CIRC BRINE T/KILL, FIN GIH W/SCRAPER, COOH, MIRU PHIL'S TBG TSTRS, PU PKR TST IN HOLE W/TBG, RDMO TESTERS, MIRU CHARGER, PMP SCALE CONVERTER: 20 BBLS FR WTR W/10 GALS TW-425, MIX & PMP 3 DRUMS TC-405, PMP 12 BBLS FR WTR, CLOSE PKR BY-PASS & PMP 6 BBLS FR WTR, SISD. FISH SPOT CONTROL VLV, RU SWAB, 300' BEFORE STOP, WK SWAB TRYING T/GET DWN, MIRU HOT OILER, PMP 35 BBL HOT WTR, GIH W/SWAB, GET DWN T/1000' NO DEEPER, REL PKR. MOVE UP HOLE T/3729' W/TAILPIPE @ 4355', LD & TST ANNUL T/500# OK, MIRU HES, ACIDIZE W/8000 GALS 15% FERCHECK ACID, 5500# ROCK SALT IN 125 BBLS X-LINK GELLED CONTINUED ON BACK I hereby certify that the information above is true and complete to the best of my knowledge and belief. TITLE Senior Regulation Analyst DATE SIGNATURE TYPE OR PRINT NAME Larry M. Sanders TELEPHONE NO. (915) 368-1488 (This space for State Use) APPROVED BY TITLE DATE

EVAC #2819-003

| 10/02/96 | CONTINUED BRINE W/BREAKER, FLUSH W/21 BBLS FR WTR, PMP AS FOLLOWS: 2000 GALS ACID, 1000# SALT 24 BBLS X-LINK; 2500 GALS ACID, 1000# SALT IN 24 BBLS X-LINK; 2000 GALS ACID, 1500# SALT IN 33 BBLS X-LINK; 750 GALS ACID, 2000# SALT IN 44 BBLS X-LINK; 750 GALS ACID; 21 BBLS FR WTR, ISIP 1810# 5 MIN 1778# 10 MIN 1733# 15 MIN 1690# MAX PRESS 2900# AVG PRESS 2200# AVG RATE 4.0 BPM, RDMO HES. |
|----------|--|
| 10/03/96 | OPEN UP WELL W/620# ON TBG, FLOW BK 226 BBLS 356 BBL LD, SISD. |
| 10/06/96 | OPEN UP WELL W/540# ON TBG, FLOW BK 228 BBLS W/6% OIL CUT, SISD, CREW OFF 48 HRS F/WKEND, TEMP DROP F/REPORT |
| 10/07/96 | MIRU CHARGER, PMP SCALE SQZ: MIX & PMP 3 DRUMS TH-757 IN 60 BBL FR WTR, FLUSH W/150 BBL FR WTR, RDMO CHARGER, SISD. |
| 10/08/96 | OPEN BY-PASS ON PKR, WELL U-TUBED & STARTED FLOWING, PMP BRINE T/KILL, REL PKR, GIH W/TBG T/4615' COOH LD 2-3/8" TBG, PU SIH W/PROD EQMT: 2-3/8" SN, 8' IPC SUB, BLAST JT, 406' 2-3/8" TBG, 5-1/2" SURLOC II PKR, CHANGE OVER, 2-7/8" SN, 8' IPC SUB, BLAST JT, 45 JTS TBG, WELL FLOWING, HK UP T/FLOWLINE, SD. |
| 10/09/96 | FIN GIH W/2-7/8" TBG, ND PAN & BOD, SET PKR @ 4173', FLNG UP WH, SWAB T/FLOWING, FLOW T/FLOWLINE, SD. |
| 10/10/96 | SWAB T/FLOW T/FRAC TK, FLOWED T/TK, BUT NOT DWN FLOWLINE. |
| 10/11/96 | FLOW T/TK, SWITCH T/FLOWLINE, LEAVE OPEN WKEND, SD. |
| 10/14/96 | RDMO DDU, FLOWING T/SAT, NO TST. |
| 10/15/96 | DEAD, NO TST. |
| 10/16/96 | MIRU DA&S WS #291, PU GIH W/PMP & RODS, SPACE OUT, LD & TST, PMPG. |
| 10/17/96 | RDMO DDU, PMP 24 HR, NO TST. |
| 10/18/96 | PMP 24 HRS, TST: 1 BOPD 65 BWPD 46 MCF 98% CO2. |
| 10/19/96 | PMP 24 HRS, TST: 42 BOPD 332 BWPD 553.6 MCF 90.2% CO2. |
| 10/20/96 | PMP 24 HRS, TST: 32 BOPD 232 BWPD 464.0 MCF 87.9% CO2. COMPLETE DROP F/REPORT |
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