Submit 3 Copies to Appropriate District Office	Energy,		of New M ral Resou	exico rces Department			Form C-103 Revised 1-1-89
DISTRICT I		OIL CONSEI	RVATIO	N DIVISION			
P. O. Box 1980, Hobbs, NM 88240		2040	2040 South Pacheco			PI NO.	
		Santa Fe,	New Mex	ico 86595	30-02	25-32204	
DISTRICT II					5. Indic	ate Type of Lease	— —
P. O. Drawer DD, Artesia, NM 88	3210					STATE	X FEE
DISTRICT III					6. State	Oil & Gas Lease No).
1000 Rio Brazos Rd., Aztec, NM 87	410						
		AND REPORTS OF					
(DO NOT USE THIS FORM I				LUG BACK TO	7. Lease Name or Unit Agreement Name		
		USE "APPLICATION H					
1. Type of Well:	FORM C-101)	FOR SUCH PROPOSAL	5)		Iron House State		
Oil Gas							
Well Well X		OTHER					
2. Name of Operator					8. Well No).	
TMBR/Sharp Drilling, Inc.				1			
3. Address of Operator					9. Pool name or Wildcat		
P. O. Drawer 10970, Midl	and, TX 79	702			Wild	cat (Queen)	
4. Well Location							
Unit Letter H	2100	Feet From The	North	Line and	990	Feet From The	East
Section 1		Township 19	S Rang	ge 35E NM	IPM	County	Lea
		10. Elevation	(Show who 3840'	ether DF, RKB, RT, GR GR	, etc.)		
11. Chec	ck Appropr	iate Box to Indica	te Nature	of Notice, Report,	or Other l	Data	
NOTICE (OF INTENT	ION TO:		S	UBSEQUE	ENT REPORT C	DF:
PERFORM REMEDIAL WORK		PLUG AND ABAN		REMEDIAL WORK		X ALTERI	
TEMPORARILY ABANDON		CHANGE PLANS		COMMENCE DRILL	ING OPNS.	PLUG A	
PULL OR ALTER CASING				CASING TEST AND	CEMENT JO	ов	
OTHER:			🛛				[]
12. Describe Proposed or Completed Op work) SEE RULE 1103.	erations (Clearl	y state all pertinent detai	s, and give pe	rtinent dates, including est	mated date of s	starting any proposed	

See attachment.

50

I hereby certify that the informati	ion abave is true and complete to the best of any	TITLE	Production Manager	DATE	4/26/2001
TYPE OR PRINT NAME	Lonnie Arnold			TELEPHONE	NO. (915) 699-5050
(This space for State Use)					
APPROVED BY		TITLE		DATE	1 2 2UM
CONDITIONS OF APPROVAL, I	F ANY:				

TMBR/SHARP DRILLING, INC. <u>Iron House State No. 1 R/E</u> 2100' FNL & 990' FEL Sec. 1, T-19S, R-35E Lea County, NM

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.

- 01/23/01 ND 10" 3000# BOP. Repair Pool Rig air compressor. Set slip on 5½" csg, 35,000 compression, cut & trim 5½" csg, install 11" 3000# x 7¹/16" 3000# wellhead. Tested to 1500 psi, ok. NU BOP. Secure well.
- 01/24/01 SICP 0 psi. GIH w/4%" bit & csg scraper to 5298'. Pickle tbg w/1000 gal HCL acid. POH w/bit & scraper. RU Apollo Wireline. Run Gamma Ray, CCL, CBL, TOC @ 4495'. Good cmt from 4495-4750', bad to no bond from 4750' to TD. Perf 2 squeezed holes @ 4480'. RD Apollo. Pump down csg. Establish rate of 2 BPM @ 300 psi, good returns on annulus. GIH w/Baker cmt retainer to 4395'. Secure well.
- 01/25/01 SICP 0 psi. RU BJ Services. Establish circ thru retainer. Set retainer, test tbg to 1000 psi, press annulus to 1000 psi, ok. Establish rate 3 BPM, 900 psi. Pump 200 sx Cl "H", .5#/sk CSE + 3#/sk EC-1, .5 FL-25, 3 BPM 700 psi to 1100 psi. Squeeze last 10 BBL 1800 psi. Bled down annulus. POH w/stinger. Secure well.
- 01/26/01 SICP 0 psi. GIH w/4 ¼ " bit & 6 3 ¼ " DC's & tbg to 4374'. Drill cmt & retainer, drill to 4485', good cmt. Circ hole clean. Press to 2000 psi, held ok. POH to 2700'. Secure well.
- 01/27/01 SITP 0 psi. Finish POH w/collars & bit. RU Apollo Wireline. Ran Gamma Ray, CCL, CBL from 5294' to 3692'. TOC @ 3850'. Good bond from 3850' to 4750'. Bad to no bond from 4750' to TD. GIH w/4" csg gun. Perf 4424-4430', 2 SPF, 12 holes. RD Apollo. GIH w/Baker Model "R" to 4430'. Spot 84 gal 15% NEFE. POH to 4301'. Displace acid. Formation broke @ 3500 psi, ½ BPM. Avg treating press 3500 psi, 4 BPM. ISIP 2250 2250 psi, 5 min 450 psi, 10 min 130 psi, 15 min 0 psi. RU swab. Make 9 swab runs. Last run all gas, too strong to go in hole w/swab. Rec 30 of 32 BW. Shut well in. RD swab. Secure well. 500 psi in 30 min. SD for weekend.
- 01/28/01 SD for weekend.
- thru 01/29/01
- 01/30/01 SITP 1400 psi. Late start due to 4" snow & ice. RU test unit. Open well, holding 500 psi back press. Well stabilized w/514 psi TP in 1 hr. Flowing 978 MCFPD rate, stable for 7 hrs. Rec 11 ½ BW. Left well flowing thru test unit. Report stops @ 7:00 PM.
- 01/31/01 FTP 550 psi. Flowed well 24 hrs. Rate stable @ 2119 MCFD. Rec 16.5 BW in 24 hrs. Last 12 hrs rec 3 BBL. Holding 500 psi back press on test unit. Left well flowing thru unit.

TMBR/SHARP DRILLING, INC. <u>Iron House State No. 1 R/E</u> 2100' FNL & 990' FEL Sec. 1, T-19S, R-35E Lea County, NM

02/01/01 FTP 550 psi. Shut well in. Pump 19.5 BBL KCL FW down tbg. Release pkr, move to 4307', reset pkr & test to 500 psi, ok. ND BOP, NU tree. RU swab, FL @ 500'. Swab to 3000', well unloaded wtr & flowed all gas. Turn through test unit. Well stabilized @ 2400 MCFD, 575 psi on tbg, 500 psi back press. LD tbg in derrick, RD Pool Well Service. At 7:00 PM well flowed 17.5 BBL KCL + 1½ BW. Left well flowing to test units.

<u>Tubing Detail:</u>				
КВ		14.00		
133 - jts 2¾" J-55 4.7# 8rd		4,301.18		
1 - SN		1.10		
1 - Baker Model "R" 5½" >	2.86	2.86		
		4,319.14		
DWC: \$	8,596	CWC: \$	120,572	

02/02/01Flowed well overnight. FTP 575 psi, back press 500 psi, 2.5 MMCF per day. Made 1½ BW & 0BO. GIH w/well flowing w/btm hole press bombs making gradient stops every 1000'. Hangbombs @ 4427' & flowed well ½ hr. SI well for 72 hr buildup for 4 point test.DWC: \$ 1,936CWC: \$ 118,402

thru 02/05/01

02/06/01 SITP 1385 psi. Pull bombs, rerun to 4427' making static gradient stops every 1000'.

HOUR	<u>CHOKE</u>	<u>PSIG</u>	MMCF
1	15/64"	1305	726
2	20/64"	1220	1.110
3	23/64"	1150	1.495
4	25/64"	985	1.970

Rec ½ BW during test. Pull bombs, secure well. RD test unit & wireline.

- 02/15/01 Build pad, set 2 210 BBL tanks, set stack-pak, set catwalk & steps for tanks. Battery 35% complete.
- 02/16/01 Lay lines for water & oil from separator to tanks. Install vents to tanks. Wrap & bury flowline from wellhead to separator. Install Hi-Lo valve on wellhead. Battery 100% complete. WO gas line. Temporarily drop from report.

^{02/03/01} SI for 72 hr buildup for 4 point test.