Submit 3 Copies to Appropriate District Office

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

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

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

State of New Mexico
Energy, Minerals and Natural Resources Department

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

Form C-103
Revised 1-1-89

WELL API NO. 30-025-32747

5. Indicate Type of Lease STATE [X] FEE [ ]

6. State Oil & Gas Lease No. E-7824-1

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.)

7. Lease Name or Unit Agreement Name: CHUKAR STATE

1. Type of Well: OIL WELL [ ] GAS WELL [ ] OTHER

2. Name of Operator: Chi Operating, Inc

8. Well No. 1

3. Address of Operator: P O Box 1799 Midland, TX 79702

9. Pool name or Wildcat: Wildcat

4. Well Location
Unit Letter O : 330 Feet From The South Line and 2310 Feet From The East Line
Section 16 Township 19 S Range 34 E NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3767 GR

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:				SUBSEQUENT REPORT OF:			
PERFORM REMEDIAL WORK	[ ]	PLUG AND ABANDON	[X]	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:	[ ]		

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.

1) MIRU WO UNIT. POH w/ RODS. POH w/ TUBING.
2) TIH + SET 4½" CIBP ON TUBING @ 4800' (OPEN PERFS 4875-88). PRES TEST CSG TO 500 PSI f/ 15 MINUTES. POH 5 STANDS. TIH + TAG CIBP.
3) DISPLACE WELLBORE w/ 9.2 PPG PLUG MUD. SPOT 35' CMT ON TOP OF CIBP. POH.
4) OPEN 9⅝ x 4½" CSG VALVE. PERFORATE 4 SPF @ 900'. EST CIRC [redacted] IN 4½ x 9⅝ ANNULUS.
5) TIH w/ CR + STINGER. MIX + PUMP 100 SX CL "C" w/ 2% CaCl. STING OUT OF CR w/ 25 SX LEFT TO DISPLACE. SPOT 25 SX ON TOP CR (INSIDE CSG). POH.
6) SPOT 10 SX PLUG @ SURFACE. CUT OFF WELLHEAD + WELD DRY HOLE MARKER.

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

SIGNATURE David C Myers TITLE Operations Manager DATE 3/30/95

TYPE OR PRINT NAME David C Myers TELEPHONE NO. 915 685 5001

(This space for State Use)

APPROVED BY ORIGINAL SIGNED BY GARY WINK FIELD REP. II TITLE DATE APR 04 1995

CONDITIONS OF APPROVAL, IF ANY: