APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

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

OIL CONSERVATION DIVISION 2040 Pacheco St.

DISTRICT III P.O. Drawer DD, Artesia, NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 SUNDRY NOTICES AND REPORTS ON (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEI DIFFERENT RESERVOIR. USE "APPLICATION FO	M 87505 30025-34702 sIndicate Type of Lease STATE STATE FEE □ STATE STATE STATE FEE □ STATE STATE FEE □ STATE STATE FEE □ STATE STATE STATE FEE □ STATE STATE
(FORM C-101) FOR SUCH PROPOSALS. 1Type of Well: OIL WELL GAS WELL OTHER 2Name of Operator	SOUTH SHOE BAR '15' STATE
CONCHO RESOURCES INC. 3Address of Operator 110 W. LOUISIANA STE 410; MIDLAND TX 79701 4Well Location	eWell No. 2 Pool name or Wildcat VACUUM ATOKA MORROW, NORTH
Section 15 Township 17S ***Elevation (Show whether 3943' GR	Range 35E NMPM LEA County
Check Appropriate Box to Indicate NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK PLUG AND ABANDON TEMPORARILY ABANDON CHANGE PLANS	SUBSEQUENT REPORT OF: REMEDIAL WORK
PULL OR ALTER CASING OTHER:	COMMENCE DRILLING OPNS. PLUG AND ANBANDONMENT CASING TEST AND CEMENT JOB OTHER: SPUD & SET CSG
**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. 9/28/99 SPUD WELL @ 2:00 PM. RIH W/ 13-3/8" CSG & SET @ 455' & CMT W/ 445 SX C + ADDITIVES. CIRC 85 SX TO PIT. 10/9/99 RIH W/ 8-5/8" CSG & SET @ 4965' & CMT W/ 1250 SX 50/50 POZ 'C' + ADDITIVES. CIRC 25 SX TO PIT.	
I hereby certify that the information above to true and complete to the best of my kni SIGN TURE TYPE OF PRINT NAME TERRI STATHEM	TITLE PRODUCTION ANALYST DATE 10-28-99
(This space for State Use) ORIGINAL SIGNED BY GARY WINK APPROVED BY EIELD REP. II	NOV - 4 1999

FIELD REP. II

_____ TITLE