

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Box Drawer DD, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

|                                      |                                               |
|--------------------------------------|-----------------------------------------------|
| WELL API NO.                         | 30-025-35212                                  |
| 5. Indicate Type of Lease            | STATE <input checked="" type="checkbox"/> FEE |
| 6. State Oil / Gas Lease No.         |                                               |
| 7. Lease Name or Unit Agreement Name | CENTRAL VACUUM UNIT                           |
| 8. Well No.                          | 173                                           |
| 9. Pool Name or Wildcat              | VACUUM GRAYBURG SAN ANDRES                    |

SUNDRY NOTICES AND REPORTS ON WELLS  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO  
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT  
(FORM C-101) FOR SUCH PROPOSALS.

1. Type of Well: OIL WELL ☒ GAS WELL OTHER NEW WELL

2. Name of Operator TEXACO EXPLORATION & PRODUCTION INC.

3. Address of Operator 205 E. Bender, HOBBS, NM 88240

4. Well Location

Unit Letter H 2509 Feet From The NORTH Line and 660 Feet From The EAST Line  
Section 36 Township 17-S Range 34-E NMPM LEA COUNTY

10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3988'

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 | REMEDIAL WORK               | <input checked="" type="checkbox"/> ALTERING CASING |
| TEMPORARILY ABANDON   | CHANGE PLANS     | COMMENCE DRILLING OPERATION | PLUG AND ABANDONMENT                                |
| PULL OR ALTER CASING  |                  | CASING TEST AND CEMENT JOB  |                                                     |
| OTHER:                |                  | OTHER:                      | COMPLETION <input checked="" type="checkbox"/>      |

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.

12/14/00: MIRU KEY RIG #118. 12-15-00: TIH W/WHIPSTOCK & SET FACE @ 267.1 DEG. RIG DOWN WL TRUCK. MILL 4444-4445, 4452 PLUG 3' FORM TO 4455. TOP OF LOWER WINDOW @ 4444. BTM OF LOWER WINDOW @ 4452. 12-17-00: TIH W/BHA #1. SLIDE 4455-4490, 4521, 4596, 4708, 4723, 4788, 4855, 4898, 4961, 4993, 5056, 5120, 5140, 5214, 5228, 5319, 5341, 5351, 5373, 5383, 5405, 5468, 5478, 5520, 5532, 5557, 5564, 5595, 5659, 5673, 5913. TD LOWER LATERAL @ 2330 HRS 12/18/00. 12-20-00: LOG TDT. TIH W/WHIPSTOCK HOOK, BMPR SUB, & JARS. CATCH WHIP & JAR FREE. TIH W/RBP & SET @ 4270. DUMP 5' SAND ON TOP OF RBP TO 4265'. TAG TOP OF SAND. MAKD 9' CORRECTION. TEST PLUG TO 800 PSI. TIH W/WHIPSTOCK. TIH W/GYRO & ORIENT WHIPSTOCK FACE. SET FACE @ 271.1 AZ. 12-21-00: MILL 4249-4250, 4255, 4257, 6260 TD @ 12:00 NOON 12/21/00. 12/22/00: TIH W/GYRO. DRILL FR 4260-4264, 4284, 4297, 4328, 4377, 4467. 12/23/00: TIH W/MOTOR, SUB. FLOWING. PUMP 175 BBLs 10# BRINE DN CSG. 12/24/00: TIH W/DP TO 4265'. CIRC OUT MUD. WSH TO BTM FR 440-4467'. SLIDE FR 4467-4546, 4609, 4691, 4768, 4783, 4799, 4895, 4905, 4990, 5000, 5118, 5123, 5149, 5159, 5212, 5227, 5244, 5276, 6502, 5412, 5593, 5608, 5707. TD LATERAL @ 5707 12/25/00 @ 20:30 HRS. SPOT 50 BBLs 14.5 MUD. TIH W/WHIPSTOCK HOOK. 12-28-00: TIH W/RBP & SET @ 4150. NDBOP. INSTL BOP. RIG DOWN KEY #118N 12/29/00. 1-06-01: MIRUSU. TIH W/TBG TO TOP OF RBP @ 4150. 1-07-01: REL RBP. TIH W/TBG. PUMP 20 BBLs 10# BRINE DN TBG. 1-09-01: TIH W/3 1/2" TBG. TIH TO 2600 & WELL BLEW IN UP TBG. CIRC OUT OIL & GAS & CO2 TO SURF TANK. WRK OVERSHOT FR 4230-4255. TORQUED UP. 1-10-01: TIH W/TBG. LOAD TBG W/BRINE. TIH ABOVE WHIPSTOCK. 1-11-01: TIH W/DC'S & TBG. MILL ON WHIPSTOCK FR 4249-4253. 1-12-01: TIH & CATCH TOP OF WHIPSTOCK. RECOVER ALL. TIH W/RETR HEAD. 1-13-01: REL RBP. TIH TO TOP OF WINDOW. 1-14-01: TAG TOP OF CIBP @ 4460. 1-15-01: ORIENT SUB & RUN TO TD IN LOWER LATERAL. SET PKR. INSTL FRAC TREE. 1-17-01: ACIDIZE W/40,000 GALS 20% HCL & 30,000 GALS WF130. 1-18-01: ND FRAC TREE. TAG UP ON CIBP BELOW LOWER WINDOW. TIH W/TBG TO 5051. PULL TBG TO 4988. 1-19-01: PIPE IS STUCK & UNABLE TO MOVE. 1-20-01: RAN FREEPOINT. BACK OFF TBG @ 4189. 1-21-01: TIH W/3 1/2" TBG. TRY TO GET OVER FISH. UNSUCCESSFUL. TIH W/LARGER GRAPPLE. WORK OVERSHOT OVER TOP OF FISH & CATCH. JAR ON FSH. 1-22-01: TIH W/NEW MILL GUIDE. WRK OVER FISH & CATCH. 1-23-01: ON MOVEMENT ON STRING. 1-24-01: REL WIRELINE EQPT. TIH W/TBG FOR KILL STRING. 1-25-01: TIH ON TBG. SET PKR @ 4226. REL FR PKR. 1-26-01: INSTL INJ TREE. RUN H-5 TEST W/OCD WITNESS. TEST TO 550 PSI. TEST TBG TO 1600 PSI. RDSU. PBTD = 4672. CIBP = 4460, TOP OF LOWER WINDOW=4444, BOTTOM OF LOWER WINDOW=4452, TOP OF UPPER WINDOW=4249, BOTTOM OF UPPER WINDOW=4257. TD @ 5707. FISH IN UPPER LATERAL FR 4317-4989. FINAL REPORT. STATUS IS SI-INJ.

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

SIGNATURE *J. Denise Leake* TITLE Engineering Assistant

DATE 1/30/01

TYPE OR PRINT NAME J. Denise Leake

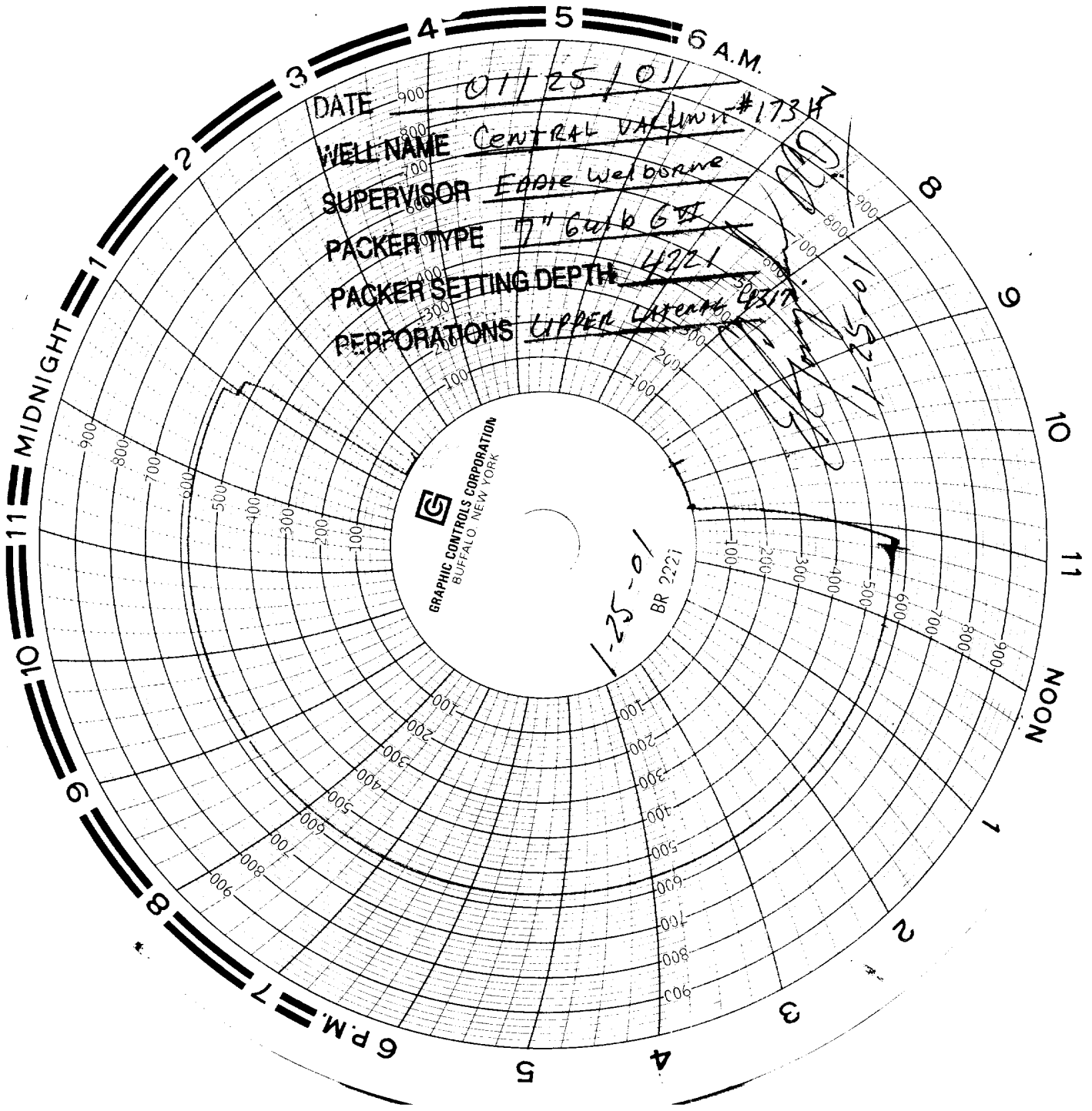
Telephone No. 397-0405

(This space for State Use)

APPROVED

CONDITIONS OF APPROVAL, IF ANY: TITLE

DATE



DATE

01/25/01

WELL NAME

CENTRAL VALLEY

#1734

SUPERVISOR

Eddie Welborne

PACKER TYPE

7" Gub 6

PACKER SETTING DEPTH

4221

PERFORATIONS

UPPER LATE 4317

GRAPHIC CONTROLS CORPORATION  
BUFFALO NEW YORK

1-25-01  
BR 2221

| COMPANY                         |         | FIELD           |           | WELL NAME                                                                                 |       |
|---------------------------------|---------|-----------------|-----------|-------------------------------------------------------------------------------------------|-------|
| Texaco E&P Inc.                 |         |                 |           | CVU 173-H                                                                                 |       |
| COMPANY REP.                    |         | CASING          | SIZE      | WEIGHT                                                                                    | GRADE |
| Eddy Welborn                    |         |                 | 7         | 22-26                                                                                     | J55   |
| COUNTY                          | STATE   | LINER           | SIZE      | WEIGHT                                                                                    | GRADE |
| Lea                             | NM      |                 |           |                                                                                           |       |
| TUBING                          |         | UPPER           | SIZE      | WEIGHT                                                                                    | GRADE |
|                                 |         |                 | 2 3/8     | 4.7                                                                                       | J55   |
|                                 |         | MIDDLE          | SIZE      | WEIGHT                                                                                    | GRADE |
|                                 |         |                 | Duo lined |                                                                                           |       |
|                                 |         | LOWER           | SIZE      | WEIGHT                                                                                    | GRADE |
|                                 |         |                 |           |                                                                                           |       |
| TYPE COMPLETION FLUID IN CASING |         | TUBING WT. ON   | LOWER     | MIDDLE                                                                                    | UPPER |
| Packer Fluid                    |         |                 | 10000#    | Compression                                                                               |       |
| TYPE LATCH                      |         | OPERATOR'S NAME |           | DATE                                                                                      |       |
|                                 |         | Scott Walton    |           | 1101494                                                                                   |       |
| OTIS OFFICE                     |         | Odessa          |           | 1-25-01                                                                                   |       |
| ITEM                            | DEPTH   | LENGTH          | JTS       | DESCRIPTION                                                                               |       |
| 1                               |         | 12.00           |           | Kelly Bushing Connection                                                                  |       |
| 2                               | 12.00   | 4207.07         | 133       | 2 3/8 4.7 J55 8rd Duo lined Tubing -                                                      |       |
| 3                               | 4219.07 | 1.58            |           | Halliburton XL ON/OFF TO SS Gudgeon - Nickel plated seal housing - 1.43 F Nickel Profile. |       |
| 4                               | 4220.65 | 4.88            |           | Halliburton 7" G VI Packer X 2 3/8 - Nickel O. PLASTIC I.D.                               |       |
| 5                               | 4225.53 | .53             |           | 2 3/8 Pump Out Plug - Re entry Guide.                                                     |       |
|                                 | 4226.06 |                 |           | Bottom of Assembly.                                                                       |       |