

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

OIL CO. 'SERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL NO.	30-025-03257
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	E-5885

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.)

1. Type of Well:

OIL WELL <input type="checkbox"/>	GAS WELL <input type="checkbox"/>	OTHER <input checked="" type="checkbox"/> TA-Injection
-----------------------------------	-----------------------------------	--

2. Name of Operator
Pyramid Energy, Inc.

3. Address of Operator
10101 Reunion Place, Ste. 210 San Antonio, TX 78216

4. Well Location

Unit Letter P : 660 Feet From The South Line and 660 Feet From The East Line

Section 30 Township 19S Range 35E NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3742' GL

7. Lease Name or Unit Agreement Name
West Pearl Queen Unit

8. Well No.
131

9. Pool name or Wildcat
Pearl Queen

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

NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
PLUG AND ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
OTHER: Locate casing leak and either TA <input checked="" type="checkbox"/> or P&A wellbore.	OTHER: <input 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 1105.

On May 7, 1994 the captioned well failed a casing integrity test. To bring the wellbore into compliance, the following procedure will be performed:

- 1) Locate casing leak with tubing and packer.
- 2) Spot 5 sk. cement plug on top of CIBP at 4760' and circulate hole with mud laden fluid.
- 3) Contact NMOCD District Office and obtain instructions to TA wellbore. If conditions exist that will not allow wellbore to be TA, then it shall be plugged and abandoned in accordance with NMOCD rules and regulations.

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

SIGNATURE Scott Graef TITLE Operations Manager DATE 05/18/94

TYPE OR PRINT NAME Scott Graef TELEPHONE NO. (210) 308-8000

(This space for State Use)

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

RECEIVED

1964

10/10/64
10/10/64