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

310 Old Santa Fe Trail, Room 206
Santa Fe, New Mexico 87503

Form C-103
Revised 1-1-89

WELL API NO. 30-025-27457

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

6. State Oil & Gas Lease No.

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: SIMS 35 STATE

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

2. Name of Operator: MIRAGE ENERGY, INC

8. Well No. 1

3. Address of Operator: 7915 N. LLEWELYN, HOBBS, NM 88242

9. Pool name or Wildcat OSUDO MORROW, W AND SOUTHEAST LEA WOLFCAMP

4. Well Location
Unit Letter B : 660 Feet From The NORTH Line and 1980 Feet From The EAST Line
Section 35 Township 20S Range 35E NMPM LEA County

10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3679.9 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	[ ]	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: DOWN HOLE COMMINGLE	[X]		

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.

ADMINISTRATIVE ORDER DHC-1557

6-11-97 COMMENCED WORKOVER. BELOW WOLFCAMP PERFS 11,465-11,611 WE ENCOUNTERED JUNK TBG, WIRE LINE TOOLS, AND OLD PACKER PARTS THAT HAD TO BE FISHED OUT AND MILLED UP BEFORE REACHING BRIDGE PLUGS W/CMT.

DRILLED OUT CMT AND BRIDGE PLUGS ABOVE MORROW PERFS 12,963-13,192. PUSHED BRIDGE PLUG TO 13,233. RAN COMPLETION ASSEMBLY WITH BOTTOM OF TBG @ 11,911. WORKOVER COMPLETED READY TO PRODUCE 7-9-97

TEST 7-15-97 25 BO, 3 BW, 569 MCFD

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

SIGNATURE James Cogburn TITLE OPERATION COORDINATOR DATE 7/21/97

TYPE OR PRINT NAME JAMES COGBURN TELEPHONE NO. (505) 392-7095

(This space for State Use) ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR

APPROVED BY _____ TITLE _____ DATE OCT 24 1997

CONDITIONS OF APPROVAL, IF ANY: