Submit 3 Copies to Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

OIL CONSERVATION DIVISION WELL API NO. 3/019 P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30-025-3109 DISTRICT II Santa Fe. New Mexico 87504-2088 P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease STATE FEE 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. E-5840 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: East Pearl Queen Unit GAS WELL X WELL CHIPP 2. Name of Operator 8. Well No. #89 Pyramid Energy, Inc. 3. Address of Operator 9. Pool name or Wildcat Pearl Oueen 14100 San Pedro, Ste. 700 San Antonio, Texas 4. Well Location Unit Letter D: 1310 Feet From The North 1310 West Line and Feet From The Line 34 19S 35E Lea Range Section Township **NMPM** County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3697 GR 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 **ALTERING CASING** REMEDIAL WORK **CHANGE PLANS** TEMPORARILY ABANDON COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB OTHER Spud, set & cement surface & prod. csq.x 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. Spud 12-1/4" hole @ 410'. Circ. RIH w/8-5/8", 24# csq. @ 410'. RU Halliburton 11/10/90 & cement w/250 sx. Class "C" 2% CaClo. Circ. 60 sx. cmt. WOC 18 hrs. 11/11/90-11/16/90 Continue drilling to TD. 11/17/90 Ran Dual Laterlog & Compensated Neutron Density Log. RIH w/5-1/2", 17# csg. to 5087'. RU Halliburton & cmt. w/1000 sx. Halliburton Lite, 10# salt & 1/4# Flocele. Tailed in w/250 sx. 50/50 POZ, .4% Hallad-9, .2% CFR-2. Circ. 90 sx. Perf. Lower Queen @ 4886-4890, 4947-4950, 4957-4966, 4975-4978 & 4989-4991 11/20/90 (4 JSPF w/hollow steel carrier casing gun). RU Halliburton & frac Lower Queen Formation w/70,000 gal of 50 quality CO2 foam containing 60,300# 20/40 sand. 11/21/90-11/26/90 Flow back load. Set RBP @ 4833' & perf. Upper Queen @ 4678-4686, 4732-4736 & 4764-4769 (4 JSPF 11/27/90 w/hollow steel carrier casing gun). Acidize perfs. w/2000 gal 15% NEFE acid. (Continued on back of page) I hereby certify that the information above is true and complete to the best of my knowledge and belief. Production Engineer 01/15/91 TITLE . DATE -SIGNATURE -TELEPHONE NO. (512) 490-5000 Scott Graef

- TILE -

(This space for State Use)

TYPE OR PRINT NAME

Orig. Signed by Paul Kautz ુ **⊌G**eologist

APPROVED BY-CONDITIONS OF APPROVAL, IF ANY:

11/27/90 Swab back load. 11/29/90

Frac Upper Queen perf. 4678-4769 w/25,000 gal of 50 quality foam

containing 40,200# 12/20 sand. Flow back load.

11/20/90-

Flow back well. 12/3/90

Retrieve RBP. Ran tubing, pump & rods. Wait on electricity. 12/4/90

RECEIVED

JAN 1 7 1991

OCB HORSS OFFICE