

DISTRICT I

1625 N. French Dr., Hobbs, NM 88240

DISTRICT II

811 S. First, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, NM 87504

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|---|
| WELL API NO. 30-025-32742 |
| 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil / Gas Lease No. B-1656 |
| 7. Lease Name or Unit Agreement Name State "J" Gas Com |
| 8. Well No. 7 |
| 9. Pool Name or Wildcat Eumont Yates 7RQ |
| 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3599' GL |

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| 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 checked="" type="checkbox"/> OTHER <input type="checkbox"/> | |
| 2. Name of Operator Amerada Hess Corporation | |
| 3. Address of Operator P.O. Box 840, Seminole, TX 79360 | |
| 4. Well Location Unit Letter <u>E</u> : <u>2312</u> Feet From The <u>North</u> Line and <u>1220</u> Feet From The <u>West</u> Line Section <u>2</u> Township <u>20S</u> Range <u>36E</u> NMPM <u>Lea</u> COUNTY | |
| 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3599' GL | |

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

| NOTICE OF INTENTION TO: | | SUBSEQUENT REPORT OF: | |
|---|---|---|---|
| PERFORM REMEDIAL WORK <input checked="" type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/> | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/> | CHANGE PLANS <input type="checkbox"/> | COMMENCE DRILLING OPERATIONS <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: <input type="checkbox"/> | | 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 1103.

Plan to MIRU pulling unit. Remove wellhead, install BOP & TOH w/tbg. TIH w/5-1/2" CIBP & set at 3370'. Press. test csg. to 2800 PSI. TIH w/3-1/8" csg. gun & perf. Eumont Zone w/3 SPF at following intervals: 2808' - 2810', 2844' - 2847', 2860' - 2862', 2962' - 2963', 3013' - 3018', 3074' - 3075', 3101' - 3104', & fr. 3290' - 3298'. Acidize perfs. w/2500 gal. 15% HCL. Hydraulically fracture Eumont Zone perfs. w/150,000# of 16/30 sand in 60,000 gal. of 70 Quality Binary foam. Flow back load. TIH w/5-1/2" RBP set at 2795' & spot 1 sk. sand on top RBP. TIH w/3-1/8" csg. gun & perf. Eumont Zone w/3 SPF at following intervals: 2482' - 2484', 2490' - 2493', 2522' - 2524', 2560' - 2566', 2699' - 2701', 2723' - 2725', 2745' - 2749', & fr. 2768' - 2773'. Acidize perfs. w/2500 gal. 15% HCL. Hydraulically fracture Eumont Zone perfs. w/150,000# of 16/30 sand in 60,000 gal. of 70 Quality Binary foam. TIH w/ret. tool, circ. sand off RBP at 2795', latch onto & TOH w/RBP. TIH w/prod. eqpt. & continue prod. well.

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

SIGNATURE Roy L. Wheeler, Jr. TITLE Bus. Svc. Spec. II DATE 04/02/2001

TYPE OR PRINT NAME Roy L. Wheeler, Jr. TELEPHONE NO. 915-758-6778

(This space for State Use)

APPROVED BY [Signature] TITLE [Signature] DATE [Signature]

CONDITIONS OF APPROVAL, IF ANY:

