State of New Mexico

Form C-103 Revised 1-1-89

, Minerals and Natural Resources Department to Appropriate District Office OIL CONSERVATION DIVISION DISTRICT I P.O. Box 1980, Hobbs, NM 88240 WELL API NO. 2040 Pacheco St. 30-025-34758 Santa Fe. NM 87505 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 sIndicate Type of Lease STATE FEE: 6State Oil & Gas Lease No 1000 Rio Brazos Rd., Aztec, NM 87410 A - 1375 - 45 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" Lisa State (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: WELL X OTHER «Well No. 2Name of Operator 3 Xeric Oil & Gas Corporation Pool name or Wildcat 3Address of Operator **Eumont Y-SR-Q** P. O. Box 352 , Midland , Texas 79702 4Well Location 660 ___ Feet From The East North 1980 Feet From The Unit Letter l ea County **20S** 19 Township Section toElevation (Show whether DF, RKB, RT, GR, etc.) 3630' GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: PLUG AND ABANDON ALTERING CASING REMEDIAL WORK PERFORM REMEDIAL WORK PLUG AND ANBANDONMENT COMMENCE DRILLING OPNS. **TEMPORARILY AGANDON** CHANGE PLANS CASING TEST AND CEMENT JOB **FULL OR ALTER CASING** OTHER: OTHER: 12Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. 12/26/99 - Begin Drilling 7.7/8" hole w/ Brine mud 12/31/99 - DST # 1 - .3986' - 4028' - Recovered 7.9 bbls of total fluid - 3 bbls slightly gas cut mud + 3.2 bbls mud cut water + 3.6 bbls water - GTS in 23 min's - BHP = 1000 psi - sampler contained 390 psi - 1.12 C.F. gas + 1400 cc water 01/02/00 - RIH w/ 104 jts - 5 1/2" - 17# - K55 casing - 4204' set @ 4200' (TD) - cement w/ 435 sx (65:35:6) class "c" + 5% salt + 1/4 #/sx celloflake - tail w/ 450 sx Class "c" 0.5% FL-25 + 0.2% CD-32 + 0 1% SMS - circulated 100 ex cement to pit **READY TO BEGIN COMPLETION ATTEMPT**

I hereby certify that the information above is true and complete to the best of my knowledge and belief. DATE 01-03-00 TELEPHONE NO. 915/683-3171 TYPE OR PRINT NAME Michael G. Mooney (This space for State Use) APPROVED BY CONDITIONS OF APPROVAL, IF ANY:

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