State of New Mexico Ene. Minerals and Natural Resources Department

DISTRICT I P.O. Box 1980, Hobbs, NM 88240 OIL CONSERVATION DIVISION

2040 Pacheco St.

WELL API NO. 30-025-35179 sIndicate Type of Lease FEE STATE State Oil & Gas Lease No. N/A rLease Name or Unit Agreement Name Emerald «Well No Pool name or Wildcat Nadine Drinkard-Abo East Feet From The Line Lea County NMPM

Santa Fe, NM 87505 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 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.) Type of Well: GAS X WELL OTHER 2Name of Operator Trilogy Operating, Inc. 3Address of Operator P. O. Box 7606, Midland, Texas 79708 4Well Location 400 South 2310 Feet From The Line and Unit Letter 38E 24 **19S** Section Township Range 10Elevation (Show whether DF, RKB, RT, GR, etc.) 3580 GR 11 Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: PLUG AND ABANDON ALTERING CASING PERFORM REMEDIAL WORK REMEDIAL WORK COMMENCE DRILLING OPNS. PLUG AND ANBANDONMENT **CHANGE PLANS** TEMPORARILY ABANDON CASING TEST AND CEMENT JOB **PULL OR ALTER CASING** OTHER: Add Perforations 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. 2/14/01 - RU pulling unit - perforate lower Drinkard from 7058'-7059' , 7063'-7070' , 7079' , 7084'-7091' w/ 2 spf - 35 holes 2/15/01 - Acidize w/ 1500 gals of 15% NEFE - swab back acid load & test 2/19/01 - Lower Drinkard producing 30 BOPD + 20 BWPD + 60 MCFD - set RBP and perforate Upper Drinkard from : 6981'-6991', 6994'-7012', 7020'-7033' w/ 1 spf = 43 holes 2/20/01 - Acidize w/ 3000 gals 15% NEFE - flow back & swab back acid load 2/21/01 - POH w/ RBP & pkr - RIH w/ production eqpt. - Put well into production 2/23/01 - Well pumping 275 BOPD + 106 BWPD + 406 MCFD I hereby certify that the information above is true and complete to the best of my knowledge and belief. DATE 02-25-01 TITLE Consulting Engineer SIGNATURE TYPE OR PRINT NAME Michael G. Mooney TELEPHONE NO. 915/686-2027 (This space for State Use) DATE AR 0.2 700 APPROVED BY

CONDITIONS OF APPROVAL, IF ANY