

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

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO. 30-025-22892
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Royalty Holding
8. Well No. 3
9. Pool name or Wildcat Drinkard/Wantz Abo
10. Elevation (Show whether DF, RKB, RT, GR, etc.)

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 checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER	2. Name of Operator American Exploration Company
3. Address of Operator 1331 Lamar, Suite 900 - Houston, TX 77010	4. Well Location Unit Letter H : 1980 Feet From The North Line and 660 Feet From The East Line Section 25 Township 21S Range 37E NMPM Lea County

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input checked="" type="checkbox"/>
	CASING TEST AND CEMENT JOB <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.

11/26/96 Set 7" CIBP at 7100', cap w/25 sks cement.
11/26/96 Set 7" CIBP at 6600'.
11/27/96 Cap CIBP at 6600' w/25 sks cement.
11/27/96 Spot 25 sks cmt from 2745' to 2645'.
11/29/96 Cut 7" casing at 900'.
11/29/95 Spot 75 sks cement at 950'.
11/30/96 Tag plug at 775'.
11/30/96 Spot 10 sks cement from 30' to surface.

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

SIGNATURE Charley Gregg TITLE President DATE 12/4/96
TYPE OR PRINT NAME Charley Gregg - SNG Well P&A Services, LLC TELEPHONE NO. 915/570-7685

APPROVED BY Charles Lerner TITLE OIL & GAS INSPECTOR DATE JAN 18 1997
CONDITIONS OF APPROVAL, IF ANY:

mf
es

