Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

N.M. Oil Cons. Division 1625 N. French Dr. Hobbs, NM 88240

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

5. Lease Designation and Serial No. LC-030132(b)

SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT-" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well Gas Well Well Other 8. Well Name and No. 2. Name of Operator CITIES FEDERAL #3 SOUTHWEST ROYALTIES, INC. 9. API Well No 3. Address and Telephone No. 30 025 26088 P.O. BOX 11390; MIDLAND, TEXAS 79702 915 686-9927 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) **JALMAT** 330' FNL & 2310' FWL, Unit C, SEC 20, T22S, R36E 11. County or Parish, State LEA COUNTY, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion **New Construction** X Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Other stimulate existing zone Dispose Water (Note: Report results of multiple completion on Wel Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinet details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markders and zones pertinent to this work.) 10-2-2000 to 10-12-2000 1) RU Basic Energy WS. POH w/production equipment. RU WSI WL. 2) Perforated Yates Zone from 3,158-3,336', OA (38 shots). 3) Opened perforations w/3700 gals 15%HCl acid, using a pinpoint pkr. 4) Fracture stimulated perfs w/588 bbls. gelled 2%KCI wtr w/93 tons CO2 and 150,500 lbs12/20 Brady sd. 5) SI for 1-1/2 hrs for gel to break. Opened well to frac tank and began recovering load. 6) Well will be returned to production as soon as the CO2 load is recovered. e foregoing 10/13/00 Date (This space for Federal or State office use) Title Date Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent

statements or representations as to any matter within its jurisdiction.