APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

State of New Mexico

Form C-103

Energy, Minerals and Natural Resources Department Revised 1-1-89 to Appropriate District Office OIL CONSERVATION DIVISION WELL API NO. P.O. Box 1980, Hobbs NM 88241-1980 30-025-27949 2040 Pacheco St. DISTRICT II Santa Fe. NM 87505 5. Indicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 FEE X STATE L DISTRICT III 6. State Oil & Gas Lease No. 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 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: B. M. Marcus GAS WELL WELL X OTHER 8. Well No. 2. Name of Operator Amerada Hess Corporation 9. Pool name or Wildcat 3. Address of Operator Warren Tubb - Skaggs Drinkard P. O. Box 840, Seminole, Texas 79360 4. Well Location North Line and Feet From The _ Line Feet From The Unit Letter _ 38E Lea 205 20 Township Range 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3547' GL. 3560' DF Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. SUBSEQUENT REPORT OF: **NOTICE OF INTENTION TO:** ALTERING CASING PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK PLUG AND ABANDONMENT COMMENCE DRILLING OPNS. TEMPORARILY ABANDON CHANGE PLANS CASING TEST AND CEMENT JOB PULL OR ALTER CASING Downhole Commingle - Closed In. OTHER: -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. 8-11 thru 9-3-98 MIRU Dawson Well Svc. pulling unit & TOH w/rods & pump. Removed wellhead, installed BOP, lowered tbg. & tagged top of on/off tool at 6772'. Latched onto & attempted to recover seal assembly fr. Md. "D" pkr. w/no results. TIH w/6-1/4" cutrite shoe & milled on pkr. pushing pkr. to 6973'. Circ. clean. TIH w/overshot, latched onto pkr. & TOH recovering pkr. Swabbed well. Schlumberger TIH w/4" csg. guns & perf. 7" csg. in Drinkard Zone w/4 SPF at following intervals: 6674' - 6696', 6717' - 6747', 6810' - 6830', 6842' - 6848'. 6851' - 6854', 6859' - 6874', 6879' - 6896', & fr. 6905' - 6914'. Acidized perfs. fr. 6674' - 6896' w/5750 gal. 15% HCL & perfs. fr. 6905' - 6914' w/350 gal. 15% HCL. CONTINUED OVER Swabbed well. I hereby certify that the information above is true and complete to the best of my knowledge and belief. TITLE Bus. Svc. Spec. II 10-8-98 SIGNATURE TELEPHONE NO. 915 758-6700 TYPE OR PRINT NAME ROY ! (This space for State Use) ORIGINAL SIGNED BY CHRIS WILLIAMS DISTRICT I SUPERVISOR

TITLE

DATE

TIH w/7" CIBP set at 6900'. TIH w/pkr. set at 6897'. Swabbed well. TOH w/pkr. TIH w/2-3/8" tbg. Removed BOP & installed wellhead. RDPU & cleaned location. Closed well in 9-3-98 pending subsurface commingling approval in Tubb & Drinkard Zones. C-103 to follow upon commingling approval & resumption of production.

Warren Tubb Zone perfs. fr. 6493' - 6660'. Skaggs Drinkard Zone perfs. fr. 6674' - 6896'.