Submit 3 Copies Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-1 Revised 1-1-

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II 811 South First, Artesia NM 88210 OIL CONSERVATION DIVISION 2040 South Pacheco

Santa Fe, NM 87505

WELL API NO. 30-025-34296

Indicate Type of Lease STATE FEE

DISTRICT III

Section

1000 Rio Brazos Rd., Aztec, NM 87410

23

State Oil & Gas Lease No. emen

| 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 | | | | | | Lease Name or Unit Agre Name: Kyte |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------|----------|--|-------|-------|------------------------------------------|
| 1. | Type of Well: | | | | 1 | |
| | Oil Well | Gas Well | | Other | | |
| 2. | Name of Operator | | | | 8. | Well No. |
| | Falcon Creek Resources, | Inc. | | | | 8 |
| 3. | Address of Operator | | | | 9 | Pool name or Wildcat |
| | 621 17 th St., Suite 1800 | | | | المحا | Jarien , |
| | Denver, CO 80293-0621 | | | | ~ 7 | LI O RI |

| | | <u>,</u> | | | | | | | 1 / 1/2/3 | $\overline{}$ |
|----|---------------|----------|----|-----|-----------------|-------|----------|------|---------------|---------------|
| 4. | Well Location | 1 | | | | | | | | <u> </u> |
| | Unit letter | _B | :_ | 660 | feet from the _ | North | line and | 1980 | feet from the | East |

NMPM

line

Range 38E 10. Elevation (Show whether DF, RKB, RT, GR, etc. County

3572' GR

Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

| NOTICE OF IN | SUBSEQUENT REPORT OF: | | | |
|-----------------------|-----------------------|-----------|-----------------------------|---------------------|
| PERFORM REMEDIAL WORK | PLUG AND ABANDON | REMEDIA | | ALTERING CASING |
| TEMPORARILY ABANDON | CHANGE PLANS | | CE DRILLING OPNS. | PLUG AND ABANDONMEN |
| PULL OR ALTER CASING | | CASING TI | EST AND CEMENT JOB | |
| OTHER: | | OTHER. | Perf frac Tubb and Dlinebra | |

- Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting an proposed work). SEE RULE 1103.
- 6/24/98 Set CIBP @ 7100', RIH w/ WL and perf Tubb from 6614'-6622' (2 JSPF), 6658'-6676' (1 JSPF), and 6738'-6744' (2 JSPF), Total of 49 holes. NSDCATE AGD
- 6/25/98 Acidize w/ 3500 gals 15% NEFE w/ 4.3 bpm @3500 psi.
- 6/28/98 Frac w/ approx 22,500# 100 mesh sand and 106,000# 16/30 sand

Township

- 7/3/98 Pumping 8 BO, 110 BW, 50 MCF,
- 7/7/98 Set CIBP @ 6500' and Perf Blinebry from 5976'-5982', 6014'-6036', 6074'-6098', and 6108'-6112' Total 60 holes.
- 7/9/98 Acidize Blinebry w/ 2500 gal 15% NeFe acid w/ 6 bpm @ 3120 psi. Swab well and kicked off flowing.
- 7/26/98 Drl on CIBP and knock free and push to 7025'.
- 7/29/98 RIH w/ 2-3/8", SN, Pkr, and on/off tool. SN 6892', RIH w/ short string 2-3/8" w/ SN @ 6005'. Dual completion 8/2/98 Run rods and pump in Tubb Zone.
- 11/25/98 Received Commingle approval from State, waiting on work to be done.

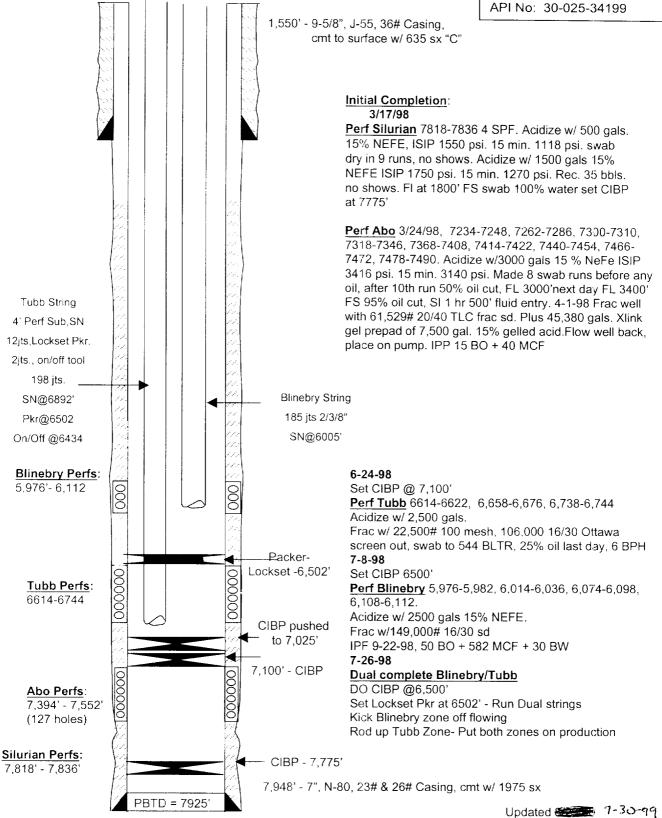
| I hereby certify that the information above is true and complete to | the best of my knowledge and belief. |
|---------------------------------------------------------------------|--------------------------------------------|
| SIGNATURE OSCAN R. Hete | Manager of OperationsDATEDecember 30, 1998 |
| Type of print name Oscar L. Peters | Telephone No. (303) 675-0007 |
| (This space for State use) | |
| Approving | Line of the same of the |
| BYTIT | DATE |

Conditions of approval, if any:

Sapient Energy Corp.

Kyte #8

"B" Section 23, T20S, R38E Lea County, New Mexico GL: 3577'; KB: 3589'



TD = 7950'