

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

New Mexico

1623

French Drive

Hobbs, NM 88240

FORM APPROVED
B No. 1004-0135
Expires July 31, 1996

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM 80650
2. Name of Operator Capataz Operating Inc		6. If Indian, Allottee or Tribe Name --
3a. Address POBox 10549, Midland, TX 79702	3b. Phone No. (include area code) 915-620-8820	7. If Unit or CA/Agreement, Name and/or No. --
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FN & FL 14-205-38E		8. Well Name and No. Pall Mall #1
		9. API Well No. 30-025-34634
		10. Field and Pool, or Exploratory Area House, Drinkard
		11. County or Parish, State LEA

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other MIRU, Drill & set casing
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

MIRU 2000 Hrs. 09/08/99. Drill 12-1/2" hole to 1630'. Run 1630' 8-5/8" 24# casing & cement w/ 900 sx 50.50 POZ "C" w/ 2% Cacl & 2% Gel and 225 sx Class "C" w/ 2% Cacl. Circulated cement to Surface. WOC 18 hrs. TIH w/ 7-7/8" Bit. Drill 7-7/8" hole to 5990' core 5990' to 6050'. TIH w/ bit & drill to 6075 TOH. Core 6075 to 6135'. TOH w/ core barrel and drill to total depth of 7800'. Run CDNL, DLL, MLL, CBIL & Star logs. Run 7800' 5-1/2" 17# csg and set @ 7797'. Cement w/ 900 sx 35/65 POZ "C" w/ 5% salt, 6% gel, .2% antifoamer, .25 PPS Celloflake and 400 sx 50.50 POZ "C" w/ 10% salt, .5% Fla, 2% gel and .2% antifoamer. Plug down 1445 hrs 09/25/99. RDMO drilling rig 9/27/99. Prep to begin completion 10/04/99.

ACCEPTED FOR RECORD

OCT 13 1999

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)		Title Agent
Signature H Scott Davis		Date 09/27/99

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by ORIGINAL SIGNED BY CHRIS WILLIAMS DISTRICT I SUPERVISOR	Title Office	Date OCT 20 1999
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		

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.

(Instructions on reverse)