State of New Mexico Enc. , Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT I OIL CONSERVATION DIVISION P.O. Box 1980, Hobbs, NM 88240 WELL API NO. 2040 Pacheco St. 30-025-35187 Santa Fe, NM 87505 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 sIndicate Type of Lease STATE X FEE DISTRICT III State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 V0 - 0 - 0017 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" TCB State (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: WELL_ GAS \mathbf{X} «Well No 2Name of Operator Xeric Oil & Gas Corporation 3 Address of Operator «Pool name or Wildcat P.O. Box 352, Midland, Texas 79702 East Warren Drinkard **Well Location** 1980 North 1650 West Unit Letter Feet From The Feet From The Line Section 36 **20S** 38E Township Lea Range NMPM County 10Elevation (Show whether DF, RKB, RT, GR, etc.) 3568 GR 11 Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON PERFORM REMEDIAL WORK REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS PLUG AND ANBANDONMENT **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB OTHER: OTHER: TEST DRINKARD FORMATION 12Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. 3/11/01 - Temporary Abandon Abo Formation producing 17 BOPD + 1 BWPD + 50 MCFD 3/12/01 - MIRU pulling unit , POH w/ production eqpt. - RIH w/ RBP and set @ 6829' , perforate Drinkard Formation from 7032'-7048' w/ 2 spf = 33 holes, acidize w/ 2000 gals 15% NEFE - swab back load 3/14/01 - 40% oil show - RIH w/ production equipment, test well on pump for 30 days I hereby certify that the information above is true and complete to the best of my knowledge and belief. TITLE Consulting Engineer SIGNATURE DATE 03-23-01 TYPE OR PRINT NAME Michael G. Mooney TELEPHONE NO. 915/683-3171 (This space for State Use)

TITLE

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APPROVED BY

CONDITIONS OF APPROVAL, IF ANY: