

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
2040 Pacheco St.
Santa Fe, NM 87505

WELL API NO. 30-025-35241
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.

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.)

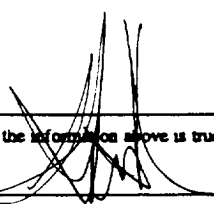
1. Type of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	7. Lease Name or Unit Agreement Name Beechnut
2. Name of Operator Capataz Operating Inc	8. Well No. 1
3. Address of Operator PO Box 10549, Midland, TX 79705	9. Pool name or Wildcat House, Abo
4. Well Location Unit Letter E : 2200 Feet From The North Line and 700 Feet From The West Line Section 14 Township 20S Range 38E NMPM Lea County	10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3602 GR

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: Run & cement 8-5/8" & 5-1/2" Csg <input checked="" type="checkbox"/>

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.

MIRU and spud 02/05/01. Drilled 12-1/4" hole to 1627'. Ran 1627' 8-5/8"-24# csg. Cemented w/ 480 SX Class "C" w/ 2% CaCl, 4% gel and 225 SX Class "C" w/ 2% CaCl. Circulated out 64 SX. WOC 18 hrs. Drilled 7-7/8" hole to 7768'. Conditioned hole and open hole logged. Ran 215 jts. 5-1/2" 77# J-55 csg. Cemented w/ 875 SX 35/65 Poz "C" and 425 SX 50/50 Poz "C". RDMO 02/24/01.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE  TITLE Agent DATE 03/23/01
TYPE OR PRINT NAME H Scott Davis TELEPHONE NO. 915-620-8820

(This space for State Use)

APPROVED BY _____ TITLE _____ DATE MAR 27 2001
CONDITIONS OF APPROVAL, IF ANY: