DISTRICT

OIL CONSERVATION DIVISION P.O. Box 1980, Hobbs, NM 88240 WELL API NO. 2040 Pacheco St. 30-025-35283 Santa Fe, NM 87505 DIS IRICT II
P.O. Drawer DD, Artesia, NM 88210 sindicate Type of Lease FEE X STATE DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 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 TLease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Merchant, 8700 JV-P Type of Well: MBT [GAS WELL OTHER »Name of Operator BTA OIL PRODUCERS «Well No. OGRID #003002 1 Address of Operator Pool name or Wildcat 104 SOUTH PECOS MIDLAND, TX 79701 Wilson, (Morrow) Gas **4Well Location** 660 Unit Letter Feet From The North 660 Line and Feet From The West 24 Section 218 Township Range 34E **NMPM** Lea County oElevation (Show whether DF, RKB, RT, GR, etc.) 3662' GR 11 Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON 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: Drilling ahead

12Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed

CONTRACTOR: TMBR/Sharp Drilling, Inc. - Rig #28

01/19/01 Depth 10,823'. Drilling 8-3/4" hole in lime & sand. POH. GIH for DST #1

I hereby certify the information above is true and complete to the best of my knowledge and belief.		
SIGNATURE HAM MALLY	TITLE Regulatory Administrator	DATE 01-19-01
TYPE OR PRINT NAME Pam Inskeep		TELEPHONE NO. (915) 682-3753
(This space for State Use)		
APPROVED BY CONDITIONS OF APPROVAL, IF ANY:	TITLE	DATE