

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 87240
District II
811 South First, Artesia, NM 87210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-103
Revised March 25, 1999

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.)		WELL API NO. 30-025-35889
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Xeric Oil & Gas Corporation		6. State Oil & Gas Lease No.
3. Address of Operator P. O. Box 352, Midland, TX 79702		7. Lease Name or Unit Agreement Name: Julio State
4. Well Location Unit Letter <u>D</u> : <u>760</u> feet from the <u>North</u> line and <u>710</u> feet from the <u>West</u> line Section <u>20</u> Township <u>20S</u> Range <u>39E</u> NMPM Lea County		8. Well No. 1
10. Elevation (Show whether DR, RKB, RT, GR, etc.) GR 3,515', KB 3,527'		9. Pool name or Wildcat DK-Abo/ Blaine Oil & Gas

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: <input 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

4/30/02 Spud well @ 12:00 PM CST with Star Drilling Rig #3.

5/3/02 TD 12¼" surface hole @ 1624'. RIH w/36 Jts. 8 5/8" 24# J-55 STC Csg. (1,629') to a setting depth of 1617'. Cement w/500 Sx Class "C" + 4% gel, tail w/200 Sx Class "C". Circulate 161 Sx cement to pit. WOC 4 HRS. Nipple up BOP. Install H2S equipment as per NMOCD orders.

minimum 8 hrs

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

SIGNATURE Angie Crawford TITLE Production Analyst DATE 5/3/02
Type or print name Angie Crawford Telephone No. 915-683-3171
(This space for State use)

APPROVED BY _____ TITLE ORIGINAL SIGNED BY DATE MAY 13 2002
Conditions of approval, if any: PAUL F. KAUTZ
PETROLEUM ENGINEER