DISTRICT

CONDITIONS OF APPROVAL, IF ANY

OIL CONSERVATION DIVISION

WELL API NO. P.O. Box 1980, Hobbs, NM 88240 2040 Pacheco St. 30-025-10017 Santa Fe. NM 87505 DISTRICTII P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease FEE X STATE DISTRICT III 1000 Rio Brazos Rd., Aziec, NM 87410 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 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Corrigan, H. 1. Type of Well: WELL XX 2. Name of Operator 8. Well No. Collins & Ware, Inc. 3. Address of Operator 9. Pool name or Wildcat 508 West Wall, Suite 1200, Midland, Texas 79701 Paddock (49210) 4 Well Location 990 East Unit Letter A : 660 Feet From The North Line and Feet From The Line 22S 37E nship 228 Range 3/E
7 10. Elevation (Show whether DF, RKB, RT, GR, etc.) **NMPM** Section Township Lea County 3459 DF 3450 GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11 NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING **COMMENCE DRILLING OPNS** TEMPORARII Y ABANDON CHANGE PLANS PLUG AND ABANDONMENT PULL OR ALTER CASING CASING TEST AND CEMENT JOB OTHER: OTHER:_ 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. 1/05/98 Drill to CIBP at 5120'. Move downhole to 5305'. Clean out 1' of Iron Sulfide, Scale, and rubber off of CIBP. Beat CIBP to 5467'. 1/06/98 Tag new PBTD at 5487' with 10' KB. Set RBP at 5311' and packer at 5089'. Acidize perfs 5176 - 5292 (72 holes) with 1/07/98 3000 gals HCL Ferchek SC and 108 ball sealers. Had very little ball action. 1/09/98 Pull out of hole with RBP and packer. Run 2 3/8" tubing to 5406 with TAC at 5058" with 10 points tension. Run rods and 1 1/2" RHBC Nicarb new pump to 5375'. 1/10/98 Set 320 Mity Beam pumping unit with 120" stroke.

I hereby ceruly that the information above is true and complete to the best of pay mowindige and belief. 2/12/98 Production Supervisor SKINATURE TELEPHONE NO. (915) 687-3435 Dianne Sumrall TYPE OR PRINT NAME (This space for State Use) 97.43 JERIS W LLIAMS RUSUR APPROVED BY -