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NEW MEXICO OIL CONSERVATION COMMISSION

Form C-103
Supersedes Old
C-102 and C-103
Effective 1-1-65

<p align="center">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.)</p>		<p>5a. Indicate Type of Lease State <input type="checkbox"/> Fee <input checked="" type="checkbox"/></p>
<p>1. <input checked="" type="checkbox"/> OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER-</p>		<p>5. State Oil & Gas Lease No. --</p>
<p>2. Name of Operator Armer Oil Company</p>		<p>7. Unit Agreement Name --</p>
<p>3. Address of Operator 2110 Continental National Bank Bldg., Fort Worth, Texas 76102</p>		<p>8. Farm or Lease Name Keohane</p>
<p>4. Location of Well UNIT LETTER I 2310 FEET FROM THE South LINE AND 990 FEET FROM THE East LINE, SECTION 26 TOWNSHIP 22S RANGE 37E NMPM.</p>		<p>9. Well No. 1</p>
<p>15. Elevation (Show whether DF, RT, GR, etc.) 3311.8' GR 3322.3' RKB</p>		<p>10. Field and Pool, or Wildcat Drinkard</p>
		<p>12. County Lea</p>

<p>16. Check Appropriate Box To Indicate Nature of Notice, Report or Other Data</p>	
<p>NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/></p> <p>OTHER <input type="checkbox"/></p>	<p>SUBSEQUENT REPORT OF:</p> <p>PLUG AND ABANDON <input type="checkbox"/></p> <p>CHANGE PLANS <input type="checkbox"/></p> <p>REMEDIAL WORK <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/></p> <p>CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/></p> <p>OTHER <input type="checkbox"/></p> <p>ALTERING CASING <input type="checkbox"/></p> <p>PLUG AND ABANDONMENT <input type="checkbox"/></p> <p>Completion <input checked="" type="checkbox"/></p>

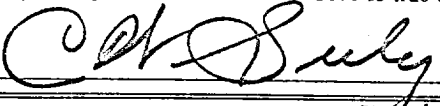
17. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

New Mexico OCC Form C-101, Application for Permit to Drill, was approved for this well on 12/17/73.

The well was spudded on 12/21/73 with WEK Drilling Co., Inc. rotary tools. Eleven-inch surface hole was drilled to 1170' RKB and 8-5/8" OD 23# new surface casing was set at 1170' RKB and cemented with 250 sxs. Class C cement w/4% gel and 200 sxs. Class C w/2% gel and 2% CaCl. Cement circulated w/job complete @ 4:00 P.M. 12/22/73. After 12 hrs. WOC, casing was tested w/BOP to 600 psi before drilling cement plug.

After drilling plug from surface casing, 7-7/8" hole was drilled to a total depth of 6550' RKB which depth was reached on 1/6/74. Schlumberger Compensated Neutron-Formation Density-Dual Laterolog was run and 5-1/2" OD, 14# and 17# new production casing was set @ 6549' RKB w/float shoe on bottom joint. Production casing was cemented w/250 sxs. Class C 50-50 Pozmix w/2% gel, 8# salt/sx., and 1/2% CFR-2. Cementing production casing was completed @ 12:30 A.M. 1/9/74. Casing pressured to 1000 psi when cement plug landed.

(Con't on reverse side)

<p>8. I hereby certify that the information above is true and complete to the best of my knowledge and belief.</p>		
<p>SIGNED </p>	<p>TITLE Production Manager</p>	<p>DATE 3/15/74</p>
<p>APPROVED BY Joe D. Roney Dist. I, Supv.</p>	<p>TITLE</p>	<p>DATE</p>
<p>CONDITIONS OF APPROVAL, IF ANY:</p>		

On 1/21/74, 5-1/2" OD casing was perforated opposite Drinkard formation from 6428-40' RKB w/13 - 0.37" holes w/cased gun. Casing perfs. were acidized on 1/23/74 w/2000 gals. 15% acid. After swab testing, well was fractured on 1/26/74 w/33,000 gals. gelled 2% KCl wtr. and 33,000# sand.

Well was completed (ready for production) on 2/3/74. Due to unavailability of pumping equipment, well was not placed on production until 3/2/74.

On 3/6/74, the well produced 23 BO and less than 1 BW w/GOR of 2174:1 during a 24-hr. test period.