

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

OIL CONSERVATION DIVISION

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

2040 South Pacheco
Santa Fe, NM 87505

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

WELL API NO.
30-025-26457

5. Indicate Type of Lease
STATE ☐ FEE ☒

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)

7. Lease Name or Unit Agreement Name

Grizzell 'B'

1. Type of Well:

OIL WELL ☒ GAS WELL ☐ OTHER

2. Name of Operator

Zia Energy, Inc.

8. Well No.

3

3. Address of Operator

PO Box 2510, Hobbs, NM 88241

9. Pool name or Wildcat

Blinebry Oil & Gas

4. Well Location

Unit Letter H 1830 Feet From The North Line and 510 Feet From The East Line

Section 8 Township 22S Rang. 37E NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3425

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"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: Downhole Commingling <input checked="" 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.

Division order establishing pre-approved pool or area: R-11363

Pool Names	Blinebry Oil & Gas (6660)	Drinkard (19190)
Perforated Intervals	5495-5910'	6423-6496
Allocation Method	59% Oil 45% Gas	41% Oil 55% Gas
Previous test	Nov 1999 2.3 Oil 47 Gas	Aug 1993 1.6 Oil 58 Gas

The DHC of Blinebry and Drinkard will not reduce the value of the total remaining production.

Ownership between the pools is identical.

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

SIGNATURE

Scott Nelson

TITLE

Engineer

DATE 5/25/00

TYPE OR PRINT NAME

Scott Nelson

393-2937

TELEPHONE NO.

(This space for State Use)

APPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY: