

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

AMENDED

N.M. Oil Cons. Division
1625 N. French Dr.
Hobbs, NM 88240

NM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993
Lease Designation and Serial No.
NM 86926

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT-" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other SWD	6. If Indian, Allottee or Tribe Name
2. Name of Operator CONCHO RESOURCES INC.	7. If Unit or CA, Agreement Designation
3. Address and Telephone No. 110 W. LOUISIANA STE 410; MIDLAND, TX 79701 (915) 683-7443	8. Well Name and No. DIAMONDTAIL 24 FEDERAL A #1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 330' FWL, SEC. 24, 23S, 32E.	9. API Well No. 3002533521
	10. Field and Pool, or Exploratory Area DELAWARE CHERRY CANYON
	11. County or Parish, State LEA COUNTY, NM

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input checked="" type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

A SUNDRY NOTICE WAS SUBMITTED ON 8/10/00 AS A SUBSEQUENT REPORT WHEN IT SHOULD HAVE BEEN AN INTENT. PLEASE REMOVE 8/10/00 SUBSEQUENT SUNDRY FROM YOUR RECORDS & REPLACE WITH THIS INTENT SUNDRY. CONCHO RESOURCES INC. HAS NOT PERFORMED THIS WORK AT THIS TIME.

CONCHO RESOURCES INC. RESPECTFULLY REQUESTS APPROVAL TO CONVERT THE ABOVE FEDERAL WELL TO A WATER DISPOSAL WELL ACCORDING TO THE FOLLOWING PROCEDURE:

1. RIH W/ CIBP & SET @ 7100' W/ 35 SX CMT ON TOP. (ABANDONING DELAWARE PERFS)
2. PERF W/ 4 SPF @ 5925-6042'.
3. ACID W/ 4000 GALS 7.5% NEFE.
4. PERFORM INJECTION TEST (MIT).
5. RUN PKR & 2-7/8" IPC TBG. CIRC PKR FLUID & SET PKR @ 5880'.
6. CONNECT INJECTION EQUIPMENT.

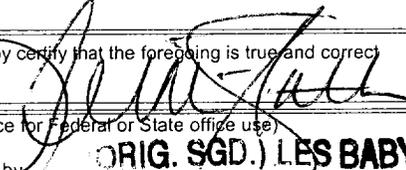
THE WELL WAS ORIGINALLY DRILLED AS A PRODUCER IN THE BONE SPRING FORMATION W/ PERFS @ 10052-82'. THE WELL PRODUCED 20 BO, 30 BW PER DAY AT COMPLETION.

A COPY OF THE APPROVAL TO NMOCD ATTACHED.

**SUBJECT TO
LIKE APPROVAL
BY STATE**

SWD-786

14. I hereby certify that the foregoing is true and correct

Signed 	Title <u>Production Analyst</u>	Date <u>12/20/00</u>
(This space for Federal or State office use) ORIG. SGD.) LES BABYAK	Title <u>PETROLEUM ENGINEER</u>	Date <u>JAN 17 2001</u>

Conditions of approval, if any:

cm
GWW