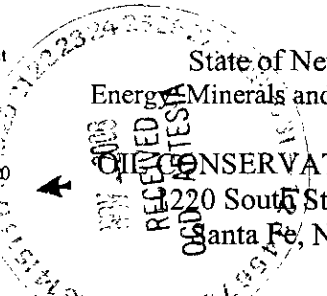


WELL API NO. 30-015-34858
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Pardue Farms "29"
8. Well Number 3
9. OGRID Number 015262
10. Pool name or Wildcat Undes. Willow Lake;Del

Office  
District I  
1000 Rio Brazos Dr., Hobbs, NM 88240  
District II  
1000 Grand Ave., Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505



OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

**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.)

1. Type of Well: Oil Well  Gas Well  Other

2. Name of Operator  
Morexco, Inc.

3. Address of Operator  
P. O. Box 1591 Roswell, NM 88202-1591

4. Well Location  
Unit Letter D : 660 feet from the N line and 660 feet from the W line  
Section 28 Township 24S Range 28E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3060 GR

Pit or Below-grade Tank Application  or Closure

Pit type \_\_\_\_\_ Depth to Groundwater \_\_\_\_\_ Distance from nearest fresh water well \_\_\_\_\_ Distance from nearest surface water \_\_\_\_\_

Pit Liner Thickness: \_\_\_\_\_ mil Below-Grade Tank: Volume \_\_\_\_\_ bbls; Construction Material \_\_\_\_\_

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
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 checked="" type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. 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 recompletion.

- 7/12/06 Set 30' 14" conductor
- 7/27/06 Spudded well
- 7/29/06 TD 604'. Ran 486' of new 24# api casing. Could not get pipe to TD. With permission from Brian Arrant, OCD Artesia, cemented w/ 320 sxs class "C" cement w/ 2% CaCl. Plug down at 10 a.m. tested and held 1000# for 30 min. Cement did not circulate. Ran temp. survey (Keltic Svc.). Cement top @ 95' ran 1". Cemented w/ 200 sxs class "C" 2% CaCl & cir to surface. WOC 18 hrs.
- 8/08/06 TD 6250'. Ran 158 jts, 6245' of 5 1/2 15.5 J-55, cemented w/ 300 sxs class "H", 4% gel, 3% salt, 3# Gilsonite, .4 C41P & .7% celloflake. Plug down @ 8 p.m. Tested & held 1500# for 30 min. Cement top 2245' by bond log.
- 8/10/06 Released rig @ 10:30 a.m.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan .

SIGNATURE TITLE President DATE 11/16/06

Type or print name Donald G. Becker, Jr. E-mail address: morexco@plateautel.net Telephone No. 505-627-1290

**FOR STATE USE ONLY**  
APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE NOV 20 2006  
Conditions of Approval (if any): \_\_\_\_\_