

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Avenue, Artesia, NM 87210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised March 25, 1999

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

WELL API NO.
30-031-20303

5. Indicate Type of Lease
 STATE FEE

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name:
Santa Fe RR "B"

8. Well No. 32

9. Pool name or Wildcat
HOSPAN Dakota

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.)

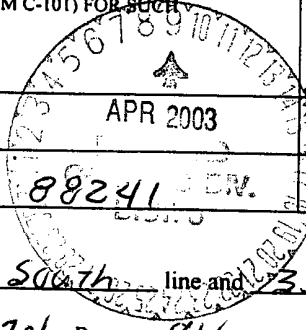
1. Type of Well:
 Oil Well Gas Well Other

2. Name of Operator
BCED operating, Inc.

3. Address of Operator
P.O. Box 1680, Hobbs, NM 88241

4. Well Location
 Unit Letter M : 990 feet from the South line and 330 feet from the WEST line
 Section 5 Township 17N Range 8W NMPM County McKinley

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
6862 GL



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"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <u>MIT</u> <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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

3-25-03 MIRU WO Rig, conduct safety meeting, PD And TIW 5 1/2" AD-1, 2 7/8" Tbg., set PKR @ 2600' KB (PERFS @ 2634'-2648'), Load Tbg/csg Annulus w H2O, Pressure to 560 PSI, test for thirty minutes, Held OK, RLs Pressure, RLs PKR, Pook Lay dn 2 7/8" Tbg., secure WELL, Rig down.

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

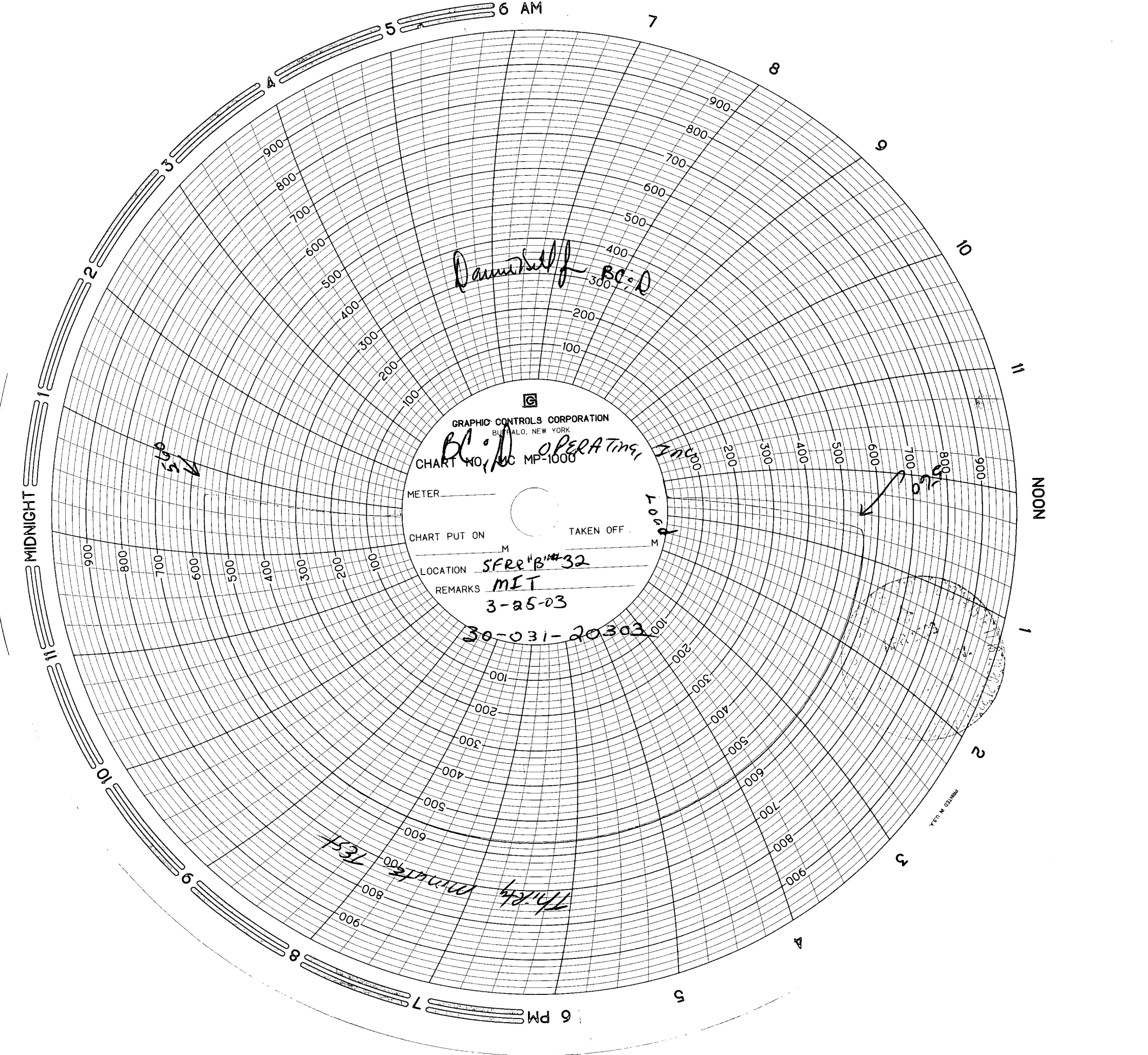
SIGNATURE Donnie Hill TITLE President DATE 4/9/03

Type or print name Donnie Hill Telephone No. 505-397-3972

(This space for State use)

APPROVED BY Charles TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 38 DATE APR - 9 2003

Conditions of approval, if any:



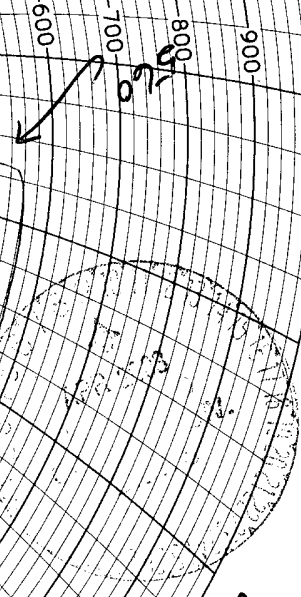
Dammell BC:D

GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK
CHART NO. 100 OPERATING, Inc 1000
METER _____
CHART PUT ON _____ TAKEN OFF _____
LOCATION SFRR B#32
REMARKS MIT
3-25-03
30-031-20303

5:45

1000

Thirty minute test



TESTED BY COMPANY

SFRR "B" #32
Openhole Perfs @ 2634' - 2648' KB
Packer @ 2600' KB
tested to 560# for 30 minutes

Permittiff

test started @ 4:15 pm.
test finished @ 4:45 pm.

1000 # spring

1 Hour clock