

Submit 3 Copies to Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

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

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

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

OIL CONSERVATION DIVISION P.O. Box 2088 Santa Fe, New Mexico 87504-2088

WELL API NO. 30-039-24528

5. Indicate Type of Lease STATE [X] FEE []

6. State Oil & Gas Lease No. E-1207-1

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 STATE 16

RECEIVED NOV 09 1989

1. Type of Well: OIL WELL [X] GAS WELL [] OTHER []

8. Well No. 1

2. Name of Operator Bannon Energy, Inc. c/o Holcomb Oil & Gas, Inc.

9. Pool name or Wildcat Counselors Gallup Dakota

3. Address of Operator P.O. Box 2058, Farmington, NM 87499

4. Well Location Unit Letter D : 660 Feet From The North Line and 660 Feet From The West Line Section 16 Township 23N Range 6W NMPM Rio Arriba County

10. Elevation (Show whether DF, RKB, RT, GR, etc.) 6820' GR

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data. NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK [] PLUG AND ABANDON [] TEMPORARILY ABANDON [] CHANGE PLANS [] PULL OR ALTER CASING [] OTHER: [] SUBSEQUENT REPORT OF: REMEDIAL WORK [] ALTERING CASING [] COMMENCE DRILLING OPNS. [] PLUG AND ABANDONMENT [] CASING TEST AND CEMENT JOB [X] OTHER: Completion report [X]

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. TD - 5709'. Ran 136 joints, 4 1/2", 11.6 lb., J-55 casing. Measured 5701', set at 5701'. Float collar - 5650' (KB), Stage collar - 3341 (KB). First stage cemented as follows: Pump 10 bbls. fresh water, 10 bbls. CaCl2 water, 10 bbls. fresh water, 12 bbls. Flocheck-21, 10 bbls. water spacer followed by 350 sacks, (637 cubic ft.) 65-35 pozmix, followed by 100 sx. 50/50 poz (140 cubic feet); 6% 6 1/4 lbs. Gilsonite and 6 lbs. salt per sack. Plug down. Circulate cement by stage collar. Circulated 4 hours between stages. Second stage - same spacer program as the first stage followed by 560 sacks. (1019 cubic ft.) 65-35 pozmix, and 50 sx. Class "B" cement, 12% gel, 6 1/4 lbs. Gilsonite per sack and circulated 60 sx. cement to surface. Plug down.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE W.J. Holcomb TITLE Agent, Bannon Energy DATE 11-8-89 TYPE OR PRINT NAME W. J. Holcomb TELEPHONE NO.

(This space for State Use) Original Signed by ROMY CHAVEZ APPROVED BY TITLE DATE NOV 09 1989 CONDITIONS OF APPROVAL, IF ANY: