

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. 30-039-24326
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-178-1

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.)	
1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER	7. Lease Name or Unit Agreement Name Northeast Blanco Unit
2. Name of Operator Blackwood & Nichols Co., Ltd.	8. Well No. NEBU #427
3. Address of Operator P. O. Box 1237, Durango, Colorado 81302	9. Pool name or Wildcat Basin Fruitland Coal
4. Well Location Unit Letter <u>N</u> : <u>1140'</u> Feet From The <u>South</u> Line and <u>1330'</u> Feet From The <u>West</u> Line Section <u>16</u> Township <u>North</u> Range <u>West</u> NMPM Rio Arriba County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) <u>6245' UG</u>	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> OTHER: <u>OIL CON. DIV. DIST. 3</u> <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: <u>Convert to Pressure Observation Well</u> <input checked="" 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.

The NEBU #427 has been designated as a pressure observation well. The well is currently shut in waiting on a workover unit to remove a string of 3/4" rods and an insert pump. The wellhead will be striped down to a master valve and test adaptor. A pressure bomb will be periodically run across the Fruitland perforations to monitor formation pressure as adjacent Fruitland wells are produced.

The designated proration unit for the NEBU #427 has been replaced by the NEBU #427R (redrill).

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

SIGNATURE R. W. Williams TITLE Administrative Manager DATE 8/13/90
TYPE OR PRINT NAME R. W. Williams TELEPHONE NO.

(This space for State Use)

APPROVED BY [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. #3 DATE AUG 24 1990
CONDITIONS OF APPROVAL, IF ANY: