

Subm 3 Copies To Appropriate District  
 Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 811 South First, Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised March 25, 1999

OIL CONSERVATION DIVISION  
 2040 South Pacheco  
 Santa Fe, NM 87505  
 DEC 2000

WELL API NO.  
 30-045-30382

5. Indicate Type of Lease  
 STATE  FEE

6. State Oil & Gas Lease No.  
 NM-03886

7. Lease Name or Unit Agreement Name:  
 Carle

8. Well No. 1B

9. Pool name or Wildcat  
 Blanco Mesa Verde

10. Elevation (Show whether DR, RKB, RT, GR, etc.)  
 5670' GR

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  
 Koch Exploration Company (505) 334-9111

3. Address of Operator  
 P.O. Box 489, Aztec, NM 87410

4. Well Location  
 Unit Letter E : <sup>1456</sup>1995 feet from the North line and 930 feet from the West line  
 Section 20 Township 30N Range 11W NMPM Count.

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

<p>NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>	<p>SUBSEQUENT REPORT OF:</p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/></p> <p>CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>
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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 recompilation.

Drilled 6 1/4" hole starting with Air Hammer until hole became wet @ 3750' and finished drilling to TD of 4820' with conventional bit. Ran 4 1/2", 10.5#, J-55 New Casing from surface and landed @ 4813' KB 7", 23#, J-55 @ 2408' KB, KB=13.00. Lead with 25 sacks of Premium Lite HS Type III cement (35:65) Poz L, 10.5#, Yield 4.16 with 103 / sack CSE + 3% Potassium Chloride + 1/4#/sack Cello Flake. Tailed with 165 sacks of Premium Lite HS Type III cement (35:65) Poz L, 12.0#, Yield 2.38, with 10# / sack CSE + 3% Potassium Chloride + 1/4#/sack Cello Flake + 5# / sack LCM-1. Circulated 14 Bbl's fluid to surface. WOC 96 hours. On 12/13/00 ran CBL Log and found TOC @ 1372'. Pressure Tested Casing on 12/19/00 to 3870#, held O.K.

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

SIGNATURE Donald Johnson TITLE Operations Manager DATE 12/20/00

Type or print name Donald Johnson Telephone No. 505-334-9111

APPROVED BY CHARLIE T. PERRIN TITLE DEPUTY OIL & GAS INSPECTOR DATE DEC 21 2000

Conditions of approval, if any: