

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

SEP 10 1996

WELL API NO.
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. NM-013642
7. Lease Name or Unit Agreement Name Blancett Com C
8. Well No. 1
9. Pool name or Wildcat Basin Fruitland Coal
10. Elevation (Show whether DF, RKB, RT, GR, etc.)

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	2. Name of Operator Koch Exploration Company
3. Address of Operator P.O. Box 489, Aztec, NM 87410	4. Well Location Unit Letter A : 1250 Feet From The NORTH Line and 955 Feet From The East Line Section 27 Township 32 N Range 9 W NMPM San Juan County

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"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: Install Cathodic Protection Groundbed <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: <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.

We plan on drilling a Cathodic Protection Groundbed for casing protection on this well. We will drill a 10" diameter hole to the depth determined by sufficient water source (estimated at 400'). Will install a minimum of 20' of 10" Sch 80 PVC surface casing which will extend 24" above existing ground level and it will be capped with a PVC cap upon completion of Groundbed. We will record soil and water formations and changes in soil and water types, identification of those types, and moisture content will be generally described. We will also install a 1" vent pipe from bottom anode to junction box post.

Request approval to install a small earthen pit to contain drilling fluids during drilling operations and after completion will reclaim and reseed such area to BLM specs. All work performed will remain on existing disturbed well pad. Also will install a power supply for such Groundbed which will consist of electrical or solar power. We will trench necessary cables for casing protection on existing well pads or current ROW's.

A Completion Report will be submitted in triplicate to NMOCD on "Data Sheet for Deep Groundbed Cathodic Protection Wells for Northwestern New Mexico" after Groundbed is installed.

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

SIGNATURE Don Johnson TITLE Foreman DATE 9-14-96

TYPE OR PRINT NAME Don Johnson TELEPHONE NO. 334-9111

(This space for State Use)

APPROVED BY _____ ORIGINAL SIGNED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: