

Approved as to plugging of the Well Bore.
 Liability under bond is retained until
 surface restoration is completed. 103
 Revised 1-1-89

State of New Mexico
 Energy, Minerals and Natural Resources Department

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

Submit 3 Copies
 to Appropriate
 District Office

DISTRICT I
 P.O. Box 1940, Hobbs, NM 88240

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

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

WELL APN NO.
 30-025-21302

5. Indicate Type of Lease
 STATE FEE

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
 Farnsworth B

8. Well No.
 1 SWD

9. Pool name or Wildcat
 Scarborough 7 Rivers Yates

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 SWD

2. Name of Operator
 Southwest Royalties, Inc.

3. Address of Operator
 P.O. Box 11390, Midland, TX 79702 (432) 686-9927

4. Well Location
 Unit Leaser N : 660' Feet From The South Line and 1660' Feet From The West Line
 Section 7 Township 26-S Range 37E NMPM Lea County

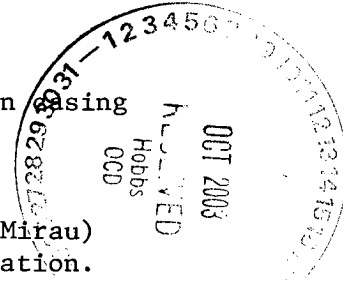
10. Elevation (Show whether DF, RKB, RT, GR, etc.)

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: <input type="checkbox"/>	PLUG AND ABANDONMENT <input checked="" 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.

- 9-03-03 (1) MIRU.
- 9-04-03 (2) Tag CIBP @ 2915' (CIBP set 4-11-01) @ 2950' & capped w/ 35' of cmt.
- (3) Circulate well w/ 10# MLF.
- (4) Spot 25 sx cmt. @ 2600' WOC & tag @ 2332'.
- (5) Spot 25 sx cmt. @ 1630', WOC & tag @ 1349 on 9-05-03.
- 9-05-03 (6) Run pkr. & test csg. from 470' to 1349' @ 400# okay. Holes in casing from 400' to 450'.
- (7) Cut & pull csg. from 450'.
- (8) Spot 70 sx cmt. WOC & tag @400' on 9-08-03.
- 9-08-03 (9) Spot 133 sx cmt. from 400' to surface, BLM witnessed plugs (Mifau)
- (10) RDMO, install dry hole marker, cut off wellhead, & clean location.



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

SIGNATURE Roger Massey TITLE Agent DATE 9-18-03

TYPE OR PRINT NAME Roger Massey TELEPHONE NO. (432) 530-0907

(This space for State Use)

APPROVED BY Larry W. Wink TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE OCT 16 2003

CONDITIONS OF APPROVAL, IF ANY: