STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT C _ CONSERVATION DIVISION DISTRIBUTION P. O. BOX 2088 Form C-193 Revised 10-1-BANTA FE SANTA FE, NEW MEXICO 87501 FILE 5a. Indicate Type of Lease U.S.G.S. State LAND OFFICE OPERATOR 5. State Oli & Gas Lease No OG-4765 SUNDRY NOTICES AND REPORTS ON WELLS THO HOT USE THIS FORM FOR PROPOSALS TO SHILL OR TO DEEPER OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT -" FORM C-1G1) FOR SUCH PROPOSALS.) 7. Unit Agreement Name OTHER Salt Water Disposal None 2. Name of Operator 8. Farm or Lease Name VERDE GRANDE INC. AZTEC STATE 3. Address of Operator 9. Well No. P.O. BOX 147, LOVINGTON, N.M. 88260 4. Location of Well 10. Field and Pool, or Wildcat FEET FROM THE South <u>Undesignated</u>, UMIT LETTER ___ LINE, SECTION 18 THE East 16S _ RANGE _3.7E 15. Elevation (Show whether DF, RT, GR, etc.) 12. County 3837 GL(EST) Check Appropriate Box To Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUS AND ABANDON REMEDIAL WORK COMMENCE DRILLING OPHS. PULL OR ALTER CASING CABING TEST AND CEMENT JOB 17. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any propose work) SEE RULE 1103. Due to the delays in getting The Aztec State Com # 3, approved as

Due to the delays in getting The Aztec State Com # 3, approved as a disposal well, and subsequently delays in putting the #3 well into operation. We ask for another 60 days to evaluate the #3 well before plugging the #1 Aztec St. .

ORIGINAL SIGNED BY JERRY SEXTON DISTRICT L SLIPPEVISOR CONDITIONS OF APPROVAL, IF ANY:	TITLE	DATE_	AUG4	1986
SIGNED Holand E. Candill	President	DATE_	7-30-86	<u> </u>
18. I hereby certify that the information above is true and cor				
		Case 13257 OCD Ex. 7		