

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised June 10, 2003

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505
RECEIVED
FEB 09 2004

SUNDRY NOTICES AND REPORTS ON WELLS CONSERVATION (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.)		WELL API NO. 30-003-20030
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other Stratigraphic Test for CBM <input checked="" type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Metano Resources, L.L.C.		6. State Oil & Gas Lease No. LH6043 0000 Tract No. LH-O-0058
3. Address of Operator 5179 S. Dudley St., Littleton, CO 80123		7. Lease Name or Unit Agreement Name State Strat Test
4. Well Location Unit Letter _____ P : 660 feet from the _____ FSL line and 660 feet from the _____ FEL line Section 34 Township 4N Range 16W NMPM County Catron		8. Well Number 2
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6,747.30 feet ground elevation		9. OGRID Number 224477
		10. Pool name or Wildcat Strat Test: Rio Salado Tongue Mancos Shale

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☒
CASING TEST AND CEMENT JOB ☐
OTHER: ☐

13. 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 recompletion.

On 12/15/2003 at approximately 9:00 a.m. Gallup Well Drilling, Inc. set surface casing with cement to a depth of 200 feet. From 1/6/04 (at approximately 8:00 a.m.) to 1/12/04 Boart Longyear drilled and cored the hole from 200 feet to 554 feet. On 1/12/04 the drill stem pipe twisted off at approximately 405 feet. On 1/12/04 and on 1/13/04 Boart Longyear fished for the 150 feet of drill stem pipe which was unable to be retrieved. Also the core barrel and drill bit were unable to be retrieved. On 1/14/04 Boart Longyear cleaned out the cased hole. 150 feet of drill stem pipe, the drill bit and the core barrel were left in the hole. The hole was cemented from bottom to top with 30 bags of cement. The hole was grouted and the site was cleaned up. The State Strat Test #2 was plugged and abandoned.

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

SIGNATURE Harvey B. Apperson III TITLE Manager DATE 2-1-04
Metano Resources, L.L.C. Manager

Type or print name by Harvey B. Apperson III E-mail address: harveyapperson2243@msn.com Telephone No. 303-979-3580
(This space for State use)

APPROVED BY [Signature] TITLE DISTRICT SUPERVISOR DATE 2/10/04
Conditions of approval, if any: