

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

WELL API NO. 30-025-
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Lou Wortham
8. Well Number No.'s - 5, 6, 7, 8, 9, 10, 19 & 20
9. OGRID Number 215758
10. Pool name or Wildcat Eunice, San Andres South / Penrose Skelly Grayburg

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
 Pecos Production Company

3. Address of Operator
 400 W. Illinois, Suite 1070, Midland, TX 79701

4. Well Location
 Unit Letter ___ : ___ feet from the ___ line and ___ feet from the ___ line
 Section 11 Township 22S Range 37E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

12. 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"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: SURFACE COMMINGLING <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

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.

Proposed: Surface Commingle San Andres and Grayburg oil, gas and water production from the Lou Wortham Lease Well No.'s 5-10, 19 and 20 in the N/2 NW/4 of Section 11, T-22-S, R-37-E, Lea County, New Mexico.

Purpose: Commingling production at the surface will allow production from the recently re-completed Lou Wortham No. 19 (Grayburg Fm) to existing facilities at the Lou Wortham Lease- UL C, Section 11. T-22-S, R-37-E

Separation: All wells on lease will be produced into one production separator.

Production Allocation: Each well on lease will be individually tested periodically using the existing test separator.

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

SIGNATURE William R. Huck TITLE VP-Engr. & Operations DATE 2-2-04

Type or print name William R. Huck E-mail address: billh@pecosproduction.com Telephone No. 432-620-8480

(This space for State use)

APPROVED BY Bill Jones TITLE Engineer DATE 2/10/04

Conditions of approval, if any PC-1110