Form C-103 Submit 3 Copies To Appropriate District State of New Mexico Office Energy, Minerals and Natural Resources March 4, 2004 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 District II 30-015-33315 OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Big Walt 2 State DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) RECEIVED 8. Well Number 1. Type of Well: Oil Well X Gas Well Other 2. Name of Operator 9. OGRID Number CORPARTESIA Nearburg Producing Company 015742 3. Address of Operator 10. Pool name or Wildcat 3300 N A St., Bldg 2, Ste 120, Midland, TX _79705 Indian Basin: Upper Penn. Ass. 4. Well Location 723 feet from the____ 2018 South Unit Letter ___ East feet from the line and Township 22S Range 24E **NMPM** County Eddv 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3862 Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached) Pit location: UL _____ Sect ____Twp ___ Rng ___ Pit type ____ Depth to Groundwater ____ Distance from nearest fresh water well ___ Distance from nearest surface water ______ Below-grade Tank Location UL _____ Sect ____ Twp ____ Rng _____ ; _ feet from the _____ line and ____ feet from the ____ line 12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING ... TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND **ABANDONMENT** CASING TEST AND PULL OR ALTER CASING **MULTIPLE** COMPLETION CEMENT JOB OTHER: OTHER: Spud, surf and prod csg and cmt 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. Spud well 10/19/04. Drld to 1490'. RU csg crew and ran 38 jts 9-5/8 36# J55 ST&C csg. Set @ 1490'. Cmt as follows: Lead - 1100 sxs Halliburton Lite + additives. | Tail - 200 sxs Premium Lite. Circ 250 sxs to pit. (Notified OCD). WOC 22 hrs. Test BOPE. OK. TIH w/ drlg assembly. Drld to 8340'. RU csg crew and ran 204 jts 7" 23 & 26# H80 and J55 LT&C and BT&C csg. Set @ 8340'. Cmt as follows: Stage 1 - Lead - 575 sxs Premium Plus. Tail - 125 sxs Super H Plus. Had no returns. 2nd Stage - Lead - 110 sxs Premium + additives. Tail - 75 sxs Premium + additives. Circ 245 sxs to pit. Pump-75 sxs Premium H on back side for cap plug and SI to let set. WOC. NP BOPE and set slips. Jet pits and release rig. I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or belowgrade tank has been/wijl be constructed or closed secording to NMOCD guidelines _____, a general permit ____or an (attached) alternative OCD-approved plan ____ SIGNATURE _ _DATE ____11/23/04 E-mail address: s.jordan@nearburg.com Type or print name Sarah (Jordan Telephone No. 432/686-8235 (This space for State use) FOR RECORDS ONLY NOV 2 4 2004 TITLE ____

APPROVED BY

Conditions of approval, if any: