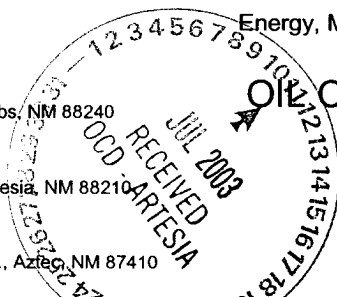


DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

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

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



OIL CONSERVATION DIVISION

2040 Pacheco St.
Santa Fe, NM 87505

WELL API NO.
30-015-32472

Indicate Type of Lease

STATE ☒

FEE ☐

State Oil & Gas Lease No.

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.)

Type of Well:

OIL
WELL ☐

GAS
WELL ☒

OTHER

Lease Name or Unit Agreement Name

Pecos 32 State

Name of Operator

Pogo Producing Company

Well No.

2

Address of Operator

P. O. Box 10340, Midland, TX 79702-7340

Pool name or Wildcat

McMillan Morrow North (Gas)

Well Location

Unit Letter C : 660 Feet From The North Line and 1650 Feet From The West Line

Section 32 Township 19S Range 27E NMPM Eddy County

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

3325'

11

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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐

ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐

PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

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.

Upon reaching Total Depth of subject well and assuming that the well be deemed noncommercial in the Penn formation, Pogo Producing Company will plug the lower portion of the well as per NMOCD orders. One hundred foot plugs set 10170-10070 "top of Morrow", 9674-9574 "top of Atoka and 8100-8000 "top of Cisco". Pogo Producing Company respectfully request to a change of plans as follows. Set a 400' "kickoff" plug 7700-7300. A kickoff point will be established at $\pm 7500'$. A Gyro will then be run to surface and the well will be deviated to a point as shown on the attached plats. **New Bottom Hole Location** will be approximately 1980' FNL & 2370' FWL, Section 32, T19S, R27E, Eddy County, NM. Hard lines established 2310' FNL & 2630' FWL. A NSL will be obtained prior to reaching total depth of 10700' TVD. East and West half of Section 32 are separate leases with common ownership.

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

SIGNATURE Cathy Tomberlin TITLE Sr. Operation Tech DATE 07/03/03

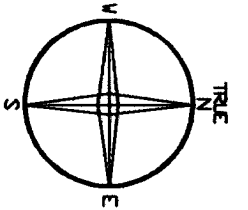
TYPE OR PRINT NAME Cathy Tomberlin 432-685-8100 TELEPHONE NO.

(This space for State Use)

APPROVED BY NSL required BO TITLE DATE JUL 11 2003

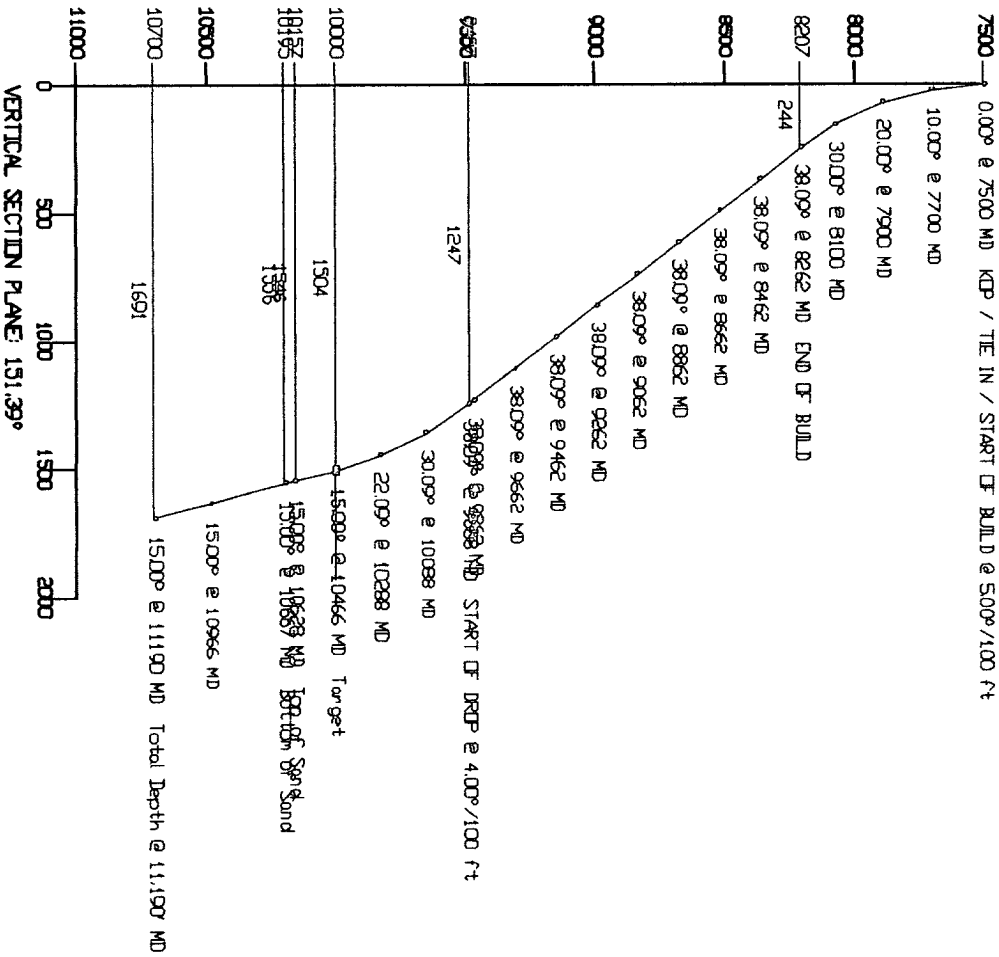
CONDITIONS OF APPROVAL, IF ANY:

Pogo Producing Co.
 Eddy, Co. NM
 Patterson #142
 Sec. 32 - T19S - R27E
 Pecos "32" State #2/Proposal

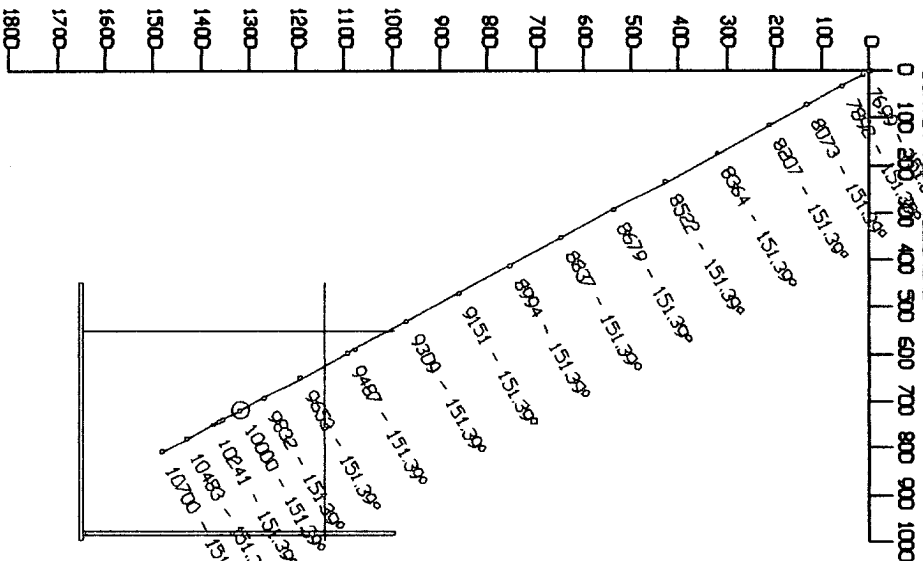


7/2/2003 6:41 PM

VERTICAL VIEW
 SCALE 300 FT / DIVISION
 TYPED WELLHEAD
 VERTICAL SECTION REF: WELLHEAD



HORIZONTAL VIEW
 SCALE 100 FT / DIVISION
 SURVEY RESECTION



PROPOSED B-L
10700.00
11100.25
11501.15
11845.5
12000.00

CERTICAL POINT DATA

KIP / TIE IN / END OF BUILD START OF DROP START OF SAND Total Depth @	MD	INC	AZ	TWD	N/S	E/W
KIP / TIE IN / END OF BUILD START OF DROP START OF SAND Total Depth @	7500	0.00°	151.39°	7500	0 N	0 E
8207	8207	38.09°	151.39°	8207	214 S	117 E
8600	8600	38.09°	151.39°	8600	214 S	117 E
8900	8900	38.09°	151.39°	8900	214 S	117 E
9000	9000	38.09°	151.39°	9000	214 S	117 E
9500	9500	38.09°	151.39°	9500	214 S	117 E
10000	10000	38.09°	151.39°	10000	214 S	117 E
10195	10195	38.09°	151.39°	10195	214 S	117 E
10306	10306	38.09°	151.39°	10306	214 S	117 E
10700	10700	38.09°	151.39°	10700	214 S	117 E
11000	11000	38.09°	151.39°	11000	214 S	117 E
11190	11190	38.09°	151.39°	11190	214 S	117 E

PathFinder Energy Services

Page 1

Proposal Report

Date: 7/2/2003

Time: 6:51 pm

Wellpath ID: Pecos "32" State #2/Proposal

Last Revision: 7/2/2003

Calculated using the Minimum Curvature Method

Computed using PDS VER2.2.6

Vertical Section Plane: 151.39 deg.

Survey Reference: WELLHEAD

Vertical Section Reference: WELLHEAD

Closure Reference: WELLHEAD

TVD Reference: WELLHEAD

Pogo Producing Co.
Eddy, Co. NM
Patterson #142
Sec. 32 - T19S - R27E
Pecos "32" State #2/Proposal

Measured Depth (ft)	Incl (deg.)	Drift Dir. (deg.)	TVD (ft)	Vertical Section (ft)	T O T A L Rectangular Offsets (ft) (ft)		Closure Dist. Dir. (ft) (deg.)	DLS (dg/100ft)
KOP / TIE IN / START OF BUILD @ 5.00 deg/100 ft								
7500.00	0.00	0.00	7500.00	0.00	0.00 N	0.00 E	0.00@ 0.00	0.00
7700.00	10.00	151.39	7698.99	17.41	15.28 S	8.34 E	17.41@ 151.39	5.00
7900.00	20.00	151.39	7891.93	69.11	60.67 S	33.09 E	69.11@ 151.39	5.00
8100.00	30.00	151.39	8072.96	153.52	134.78 S	73.52 E	153.52@ 151.39	5.00
END OF BUILD								
8261.75	38.09	151.39	8206.87	244.00	214.21 S	116.84 E	244.00@ 151.39	5.00
8461.75	38.09	151.39	8364.29	367.37	322.51 S	175.92 E	367.37@ 151.39	0.00
8661.75	38.09	151.39	8521.70	490.75	430.82 S	234.99 E	490.75@ 151.39	0.00
8861.75	38.09	151.39	8679.12	614.12	539.13 S	294.07 E	614.12@ 151.39	0.00
9061.75	38.09	151.39	8836.53	737.49	647.44 S	353.15 E	737.49@ 151.39	0.00
9261.75	38.09	151.39	8993.94	860.86	755.75 S	412.23 E	860.86@ 151.39	0.00
9461.75	38.09	151.39	9151.36	984.24	864.06 S	471.30 E	984.24@ 151.39	0.00
9661.75	38.09	151.39	9308.77	1107.61	972.36 S	530.38 E	1107.61@ 151.39	0.00
9861.75	38.09	151.39	9466.19	1230.98	1080.67 S	589.46 E	1230.98@ 151.39	0.00
START OF DROP @ 4.00 deg/100 ft								
9888.37	38.09	151.39	9487.14	1247.40	1095.09 S	597.32 E	1247.40@ 151.39	0.00
10088.37	30.09	151.39	9652.64	1359.40	1193.41 S	650.95 E	1359.40@ 151.39	4.00
10288.37	22.09	151.39	9832.12	1447.28	1270.56 S	693.03 E	1447.28@ 151.39	4.00
Target								
10465.56	15.00	151.39	10000.00	1503.60	1320.00 S	720.00 E	1503.60@ 151.39	4.00
Top of Sand								
10628.10	15.00	151.39	10157.00	1545.66	1356.93 S	740.14 E	1545.66@ 151.39	0.00
Bottom of Sand								
10667.44	15.00	151.39	10195.00	1555.85	1365.87 S	745.02 E	1555.85@ 151.39	0.00
10715.56	15.00	151.39	10241.48	1568.30	1376.80 S	750.98 E	1568.30@ 151.39	0.00
10965.56	15.00	151.39	10482.96	1633.01	1433.61 S	781.97 E	1633.01@ 151.39	0.00

PathFinder Energy Services

Page 2

Date: 7/2/2003

Proposal Report

Wellpath ID: Pecos "32" State #2/Proposal

Measured Depth (ft)	Incl (deg.)	Drift Dir. (deg.)	TVD (ft)	Vertical Section (ft)	T O T A L Rectangular Offsets (ft) (ft)		Closure Dist. Dir. (ft) (deg.)		DLS (dg/100ft)
Total Depth @ 11,190' MD									
11190.25	15.00	151.39	10700.00	1691.16	1484.66 S	809.82 E	1691.16@	151.39	0.00