

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
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-34653
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. L-3017
7. Lease Name or Unit Agreement Name RIO STATE
8. Well Number 4
9. OGRID Number 015363
10. Pool name or Wildcat PENASCO DRAW; MORROW (GAS)

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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>	RECEIVED
2. Name of Operator MURCHISON OIL & GAS, INC.	JUN 30 2006
3. Address of Operator 1100 MIRA VISTA BLVD. PLANO, TX. 75093-4698	WOUNTECO

4. Well Location Unit Letter <u>A</u> : <u>990</u> feet from the <u>NORTH</u> line and <u>660</u> feet from the <u>EAST</u> line Section <u>36</u> Township <u>18S</u> Range <u>24E</u> NMPM County <u>EDDY</u>	11. Elevation (Show whether DR, RKB, RT, GR, etc.) GL 3650' RKB 3667'
---	--

Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input checked="" type="checkbox"/>	
OTHER: <input 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.

Drilled 8-1/2" hole to a depth of 8949'. Ran 5-1/2" casing as follows:

1	Float Shoe	1'
2 Jts	5-1/2" 17 #/FT P-110 LT&C	83'
1	Float Collar	1'
40 Jts	5-1/2" 17 #/FT L-80 ST&C	1806'
1	Weatherford Stage Collar	2'
173 Jts	5-1/2" 17 #/FT L-80 ST&C	7060'
		8953'

Set casing @ 8949'. Cemented 1st stage with 645 SXS PVL + 1.33% D44 + .3% D167 + .2% D65 + .4% D13 + .2% D46. Dropped bomb and set DV tool. Cement 2nd stage w/ 1533 SXS 35:65 POZ "H" + 5% D44 + 6% D20 + .2% D167 + .2% D65 + .125 PPSD130 + 1% D13 + .2% D46. ND BOP and set slip. Cut casing and install production head. Release rig @ 5:00 pm on 6/6/2006.

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 below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Michael S. Daugherty TITLE VICE PRESIDENT OPERATIONS DATE 6/26/2006

Type or print name MICHAEL S. DAUGHERTY E-mail address: mdaugherty@jdmii.com Telephone No. (972) 931-0700
For State Use Only

FOR RECORDS ONLY

JUL 14 2006

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any):