

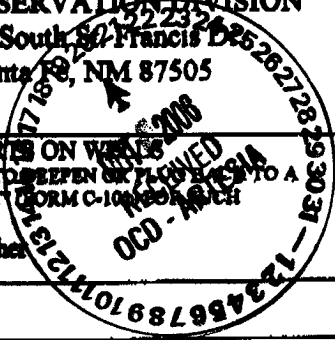
Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

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

WELL API NO. 30-005-61891
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FREE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG - 978
7. Lease Name or Unit Agreement Name Ard State
8. Well Number 1
9. OGRID Number 14348
10. Pool name or Wildcat Undes. Foor Ranch, Pre-Permian, NE
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3931' GL
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: _____ mils. Below-Grade Tank Volume _____ m3 Construction Material _____



SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO REOPEN OR TO 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
McClellan Oil Corporation

3. Address of Operator
P.O. Box 730, Roswell, New Mexico 88202-0730

4. Well Location
Unit Letter I ; 1980' feet from the South _____ line and 660' feet from the East _____ line
Section 4 Township 8 South Range 27 East NMPM Cheves County

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input checked="" 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 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.

Propose to swab test existing perforations located at 6268' to 6275' in the Strawn formation for commercial gas production. In the event commercial gas production is not obtained a cast iron bridge plug will be set above these existing perforations. A completion attempt will then be made in the Wolfcamp formation from 5810' to 5814'. *

* Operator will need to file a C-101 & C-102 in order to plug back to a different reservoir as described above. //
Please provide a detailed well bore diagram from intended plug back procedure.

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 Mark McClellan TITLE President DATE 7/5/06

Type or print name Mark McClellan E-mail address: sullivan@qwest.net Telephone No. (505) 622-3200

APPROVED BY: BRYAN G. ARRANT DISTRICT II GEOLOGIST FILE DATE OCT 20 2006

Conditions of Approval (if any):