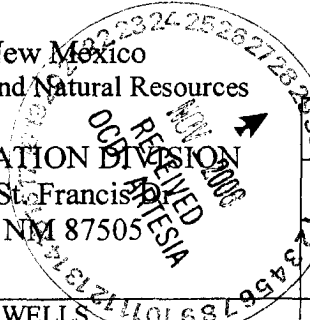


Office
1201 N. French Dr., Hobbs, NM 88240
District I
1201 W. O. Ave., Artesia, NM 88210
District II
1000 Las Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

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



WELL API NO. 30-015-03293
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.)
1. Type of Well: Oil Well Gas Well Other Water Injection
2. Name of Operator: CBS Operating Corp.
3. Address of Operator: P O Box 2236 Midland TX 79702
4. Well Location
Unit Letter J : 2310 feet from the south line and 2310 feet from the east line
Section 4 Township 18S Range 29E NMPM Eddy County NM
11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3530' GL

7. Lease Name or Unit Agreement Name
H G Watson
8. Well Number 7
9. OGRID Number
216852
10. Pool name or Wildcat
Loco Hills Q-GB-SA

Pit or Below-grade Tank Application or Closure
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:

- PERFORM REMEDIAL WORK PLUG AND ABANDON
- TEMPORARILY ABANDON CHANGE PLANS
- PULL OR ALTER CASING MULTIPLE COMPL

OTHER:

SUBSEQUENT REPORT OF:

- REMEDIAL WORK ALTERING CASING
- COMMENCE DRILLING OPNS. P AND A
- CASING/CEMENT JOB

OTHER:

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.

11-10-06 MI & RU Mayo Marrs. RU steel pit. RIH with work string, tagged bridge plug @ 2511'.
Spot 25 sacks cement @ 2511' on top of CIBP.
Circulate 9.5# mud. Pull 26 jts. (850') 5-1/2" casing.
Spot 40 sacks cement @ 907', tagged @ 793' as per NMOCD.
Spot 25 sacks cement @ 793', tagged @ 750' as per NMOCD.
Spot 80 sacks cement @ 490', tagged @ 350' as per NMOCD.
PU to 60' and circulate 15 sacks cement to surface.
Cut off wellhead. Install dry hole marker.
Plugged and abandoned 11-20-06.

**Plugging of the well bore.
Liability under bond is retained
until surface restoration,
environmental remediation and
final inspection is completed.**

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 M. A. Sirgo, III TITLE Engineer DATE 11-27-06
Type or print name M. A. Sirgo, III E-mail address: mastres@aol.com Telephone No. 432/685-0878
For State Use Only
APPROVED BY: Gerry Guye TITLE Deputy Field Inspector DATE DEC 1 2006
District II - Artesia