

Submit 3 Copies To Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, 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

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

Form C-103  
Revised March 25, 1999

WELL API NO. <i>30-025-26307</i>
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name:
8. Well No. <i>Brine Well Supply #1</i>
9. Pool name or Wildcat <i>BSW + Salado</i>

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 type="checkbox"/> Other <i>Brine Well</i>	
2. Name of Operator <i>Salty Dog Inc</i>	
3. Address of Operator <i>P.O. Box 513 Hobbs NM 88241</i>	
4. Well Location Unit Letter <i>J</i> : <i>1980</i> feet from the <i>South</i> line and <i>1980</i> feet from the <i>East</i> line Section <i>5</i> Township <i>19S</i> Range <i>36E</i> NMPM County <i>Lea</i>	
10. Elevation (Show whether DR, RKB, RT, GR, etc.)	

11. 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 checked="" type="checkbox"/> ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: <input type="checkbox"/>

12. 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 recompilation.

*See Attached*



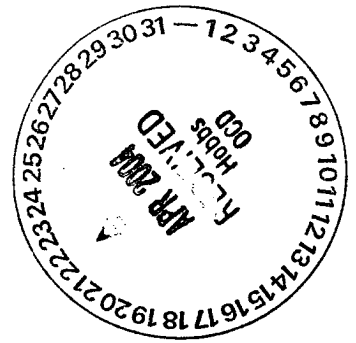
I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE *Terry Wallace* TITLE *Manager* DATE *4/22/04*

Type or print name *Terry Wallace* Telephone No. *393-8352*  
(This space for State use)

APPROVED BY *Harry W. Wink* TITLE *OC FIELD REPRESENTATIVE II / STAFF MANAGER* APR 26 2004  
Conditions of approval, if any:

C-103



10/09/03 - Rigged pulling unit.

10/10/03 - Worked tubing up and down trying to get unplugged. Could not get it cleared. Waited on 1" tubing. Ran 1" tubing down 2 7/8 tubing. Hit something hard. Rigged up pump truck. Pumped fresh water to try and break through. Ran another 25 ft. of 1" tubing. Shut down.

10/11/03 - Picked up 1" tubing and cleaned tubing to 1000 ft. Would not go any further. Circulated hole. Laid down 1" tubing. Hooked up pumped truck and circulated 2 7/8 tubing. Pressured up to 2000 PSI. Would not circulated. Shut down.

10/12/03 - Ran sinker bar. Tagged something hard at 1957 ft. Waited on wireline. Cut tubing at 1948 ft. Pulled 9 joints of tubing and shut down.

10/16/03 - Tripped out of hole with the rest of tubing. Ran back in the hole with a notched collar. Got ready to drill. Shut down.

10/20/03 - Drilled 15 ft. and circulated hole. Worked on the reverse unit. Drilled to 1922 ft.

10/21/03 - Drilled 34 ft. and pulled tubing with notched collar. Ran tubing with bit. Tagged at 1970 ft. Drilled to 2006 ft. Tubing got plugged.

10/22/03 - Pulled tubing up to casing and got unplugged. Ran tubing back in the hole. Tagged at 1948 ft. Started drilling new hole. Drilled to 2150 ft.

10/23/03 - Drilled from 2150 ft. to 2307 ft.

10/24/03 - Drilled from 2307 ft. to 2313 ft. Twisted off tubing. Shut down.

10/27/03 - Tripped in the hole with 2 7/8 tubing. Tripped out of the hole with tubing. Shut down.

10/28/03 – Ran back in the hole with tubing, bit and crossover. Tagged at 1900 ft. Rigged up reverse unit and picked up power swivel. Drilled to 2006 ft.

10/29/03 – Drilled from 2006 ft to 2270 ft.

10/30/03 – Drilled from 2270 ft. to 2350 ft.

10/31/03 – Drilled from 2350 ft. to 2390 ft.

11/01/03 – Drilled from 2390 ft. to 2500 ft.

11/02/03 – Drilled from 2500 ft to 2640 ft. Rigged up well head. Job complete.

