

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. 30-005-10586
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Cato San Andres
8. Well Number 69
9. OGRID Number 183718
10. Pool name or Wildcat Cato San Andres

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

2. Name of Operator
UHC New Mexico Corp.

3. Address of Operator
P.O. Box 450, 303 W. Main, Ste. 300, Artesia, N.M. 88210

4. Well Location
 Unit Letter A : 660 feet from the North line and 660 feet from the East line
 Section 17 Township 8S Range 30E NMPM Chavez County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

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:		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"/>	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.

04-24-06 MIRU. Unflanged well. Latch onto tbg, 1 jt in well. Closed well & shut down.

04-25-06 Changed wellhead. Unload tbg, RIH w/ bailer & tbg, tag @ 3110' down to 3140'. Pulled 2 stands out, closed well, shut down.

04-26-06 POOH w/ tbg, RIH w/ RBP & tbg to 2003'. POOH w/ tbg, RIH w/ packer & tbg. Top of hole @ 935', bottom @ 1002'. POOH w/ tbg, closed in & shut down.

04-27-06 RIH w/ tbg. Spot sand, POOH w/ tbg & shut down.

04-28-06 Took wellhead off, put in cement. Check injection rate & squeeze pump, 400 sxs of cement, 75psi. Closed well, rig down BJ, & shut down.

05-02-06 Took cement hat off, put wellhead & BOP on. RIH w/ 3 7/8 drill bit, 6 drill collars & tbg down to 857', tag, closed well & shut down.

05-03-06 Pick up power swivel, start drilling from 857' dn to 1017'. Fell through. Tested to 150psi, didn't hold. Pumped 1 bbl per minute @ 150psi. POOH & lay down collars & 30 jts. Shut down.

05-04-06 Lay down tbg. Secure well, Rig down.

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 NMOC guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Regina Wolf TITLE Production Clerk DATE 5-27-06

Type or print name Regina Wolf E-mail address: regina@lothian.us Telephone No. 505-746-4448

For State Use Only MAY 31 2006

APPROVED BY: Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE _____

Conditions of Approval (if any): Repair by 9/3/06