Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office Energy, Minerals and Natural Resources Revised March 25, 1999 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 OIL CONSERVATION DIVISION 30-025-36437 District II 2040 South Pacheco 811 South First, Artesia, NM 87210 5. Indicate Type of Lease District III Santa Fe, NM 87505 STATE X FEE 1000 Rio Brazos Rd., Aztec, NM 87410 District IV State Oil & Gas Lease No. 2040 South Pacheco, Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (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 Laguna "16" State PROPOSALS.) 1. Type of Well: \mathbf{x} Oil Well Gas Well Other 2. Name of Operator 8. Well No. Fasken Oil and Ranch, Ltd. 1 Address of Operator 9. Pool name or Wildcat 303 W. Wall Ave., Suite 1800, Midland, TX 79701-5116 Wildcat (Morrow) Well Location 660 feet from the South line and 660 feet from the East line Section 16 Township 20S Range 32E **NMPM** County Lea 10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3512' GR 11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON **CHANGE PLANS** COMMENCE DRILLING OPNS. **PLUG AND** ABANDONMENT F. State PULL OR ALTER CASING **MULTIPLE** CASING TEST AND CEMENT JOB COMPLETION 127 OTHER: OTHER: SPUD, Set Surface Casing X 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. Fasken Oil and Ranch, Ltd. moved in and spud the Laguna "16" State No. 1 on November 7, 2003 at 3:30 am CST drilling a 26" surface hole. On November 12, 2003, Fasken set 20", 133#, K-55, STC surface casing at 908'. Fasken cemented the surface casing using 850 sx Class C cement with 4% gel and 2% CaCl2 (sw 13.5 ppg, yield 1.74 cubic ft/sx) and 400 sx Class C cement with 2% CaCl2 (sw 14.8 ppg, yield 1.34 cubic ft/sx). Plug down at 10:30 am CST on November 13, 2003. Circulated 177 sx excess cement to surface. Casing and cementing operations were witnessed by Mr. Gary Wink and Mr. E. L. Gonzales with the NMOCD Hobbs Office. I hereby certify that the information above is true and complete to the best of my knowledge and belief.

(This space for State use)

APPPROVED BY Lay W. Wink

Conditions of approval, if any

SIGNATURE June

Type or print name Jimmy D. Carlile

LOCOM, OF HORMA

OC FIELD REPRESENTATIVE II/STAFF MANAGER

TITLE Regulatory Affairs Coordinator

TITLE

DATE NOV 18 2003

Telephone No. (432) 687-1777