

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
 Revised March 25, 1999

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

WELL API NO.
30-037-20052

5. Indicate Type of Lease
 STATE FEE

6. 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

7. Lease Name or Unit Agreement Name:
ANNA KATHERYU

2. Name of Operator
GKG ENERGY

8. Well No.
2

3. Address of Operator
PO BOX 1065 TUCUMCARI, NM

9. Pool name or Wildcat

4. Well Location
 Unit Letter 1 : 660' feet from the NORTH line and 600' feet from the WEST line
 Section 30 Township 10N Range 27E NMPM QUAY County

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
4433' GR

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 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 checked="" type="checkbox"/> | |
| OTHER: <input type="checkbox"/> | | OTHER: <u>Drill DUTOOl & RUN CBL</u> <input checked="" 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.

11-21-02 thru 12-07-02
Drill 7 7/8" HOLE FROM 3650' TO 7322'
RAN 195 JTS: 5.5" x 17# LTRC CSG SET @ 7322' w/ DUTOOl @ 6010' - cmnt 1st stage w/ 600sr
50/50 POZ "H" - cmnt 2ND STAGE w/ 700 SR LITE & 300 SR 50/50 POZ "H". PLUS DN @ 10:30 AM
12-07-02.

01-01-03
Drill DU TOOL & test to 2000#, ok.
Run BOND LOG TOP OF CMNT @ 4180'

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

SIGNATURE [Signature] TITLE AGENT DATE 04-02-03

Type or print name MIKE VOLWELL Telephone No.

APPROVED BY [Signature] TITLE DISTRICT SUPERVISOR DATE 4/4/03
 Conditions of approval, if any: