

February 15, 2002

New Mexico Energy, Minerals
and Natural Resources Dept.
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Attention: Mr. David K. Brooks
Assistant General Counsel

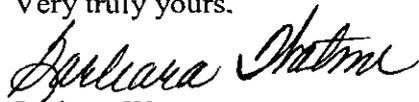
RE: Case No. 12811
Application of the NM OCD
Order Requiring Operators to
Bring 388 Wells into
Compliance with Rule 201.B

Dear Mr. Brooks:

With reference to your letter dated January 22, 2002 concerning the above referenced Case No.12811. Please find attached a copy of the C-103 Sundry Notice to the OCD concerning the Malaga C Well No. 1. The original C-103 has been mailed to Santa Fe OCD office, and copies to Mr. Tim Gunn, District Supervisor of the OCD Artesia District office.

Again, Permian Resources, Inc. wishes to advise that we fully intent to bring the wells into compliance with the Rules and Regulations of the New Mexico Oil Conservation Division.

Very truly yours.



Barbara Watson
Regulatory Compliance

cc: Tim Gunn
District Supervisor
OCD
Artesia, NM

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. 30-015-23696
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 26389

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 checked="" type="checkbox"/> Other <input type="checkbox"/>		7. Lease Name or Unit Agreement Name: Malaga C
2. Name of Operator Permian Resources, Inc. OGRID 25797	8. Well No. 1	
3. Address of Operator 608 N. Main, Midland, Texas 79701	9. Pool name or Wildcat Culebra Bluff Atoka, South	
4. Well Location Unit Letter <u>E</u> : <u>1980</u> feet from the <u>North</u> line and <u>660'</u> feet from the <u>West</u> line Section <u>36</u> Township <u>23S</u> Range <u>28E</u> NMPM Eddy County		
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 2990' GR		

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input checked="" type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>	
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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.

Permian Resources, Inc. proposes the following operations to begin February 18, 2002:

Set a CIBP by wireline in 5 1/2" casing on 11,540'.

Cap with 35' cement and load casing w/2% KCL/packer fluid.

NU WH and perform MIT per NMOCD Regulations.

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

SIGNATURE Barbara Watson TITLE Regulatory Compliance DATE 02/15/2002

Type or print name Barbara Watson Telephone No. 915/685-0113

(This space for State use)

APPROVED BY _____ TITLE _____ DATE _____

Conditions of approval, if any: