

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
 March 4, 2004

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

WELL API NO. 30-015-00256
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name <i>Mucho Mas</i>
8. Well Number 1
9. OGRID Number 024010
10. Pool name or Wildcat ATOKA (PENN)

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: RECEIVED
 Oil Well Gas Well Other

2. Name of Operator
 V-F PETROLEUM INC.

3. Address of Operator
 P.O. BOX 1889, MIDLAND, TEXAS 79702

4. Well Location
 Unit Letter J : 1,980 feet from the SOUTH line and 1,980' feet from the EAST line
 Section 29 Township 18-S Range 26-E NMPM County EDDY

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3,349' GR

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: UL Sect Twp Rng Pit type Depth to Groundwater Distance from nearest fresh water well
 Distance from nearest surface water Below-grade Tank Location UL Sect Twp Rng ;
 feet from the line and feet from the line

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

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

V-F PETROLEUM INC. WISHES TO WITHDRAW THE APPLICATION TO DRILL ON THIS WELL (COPY ATTACHED)
 THERE HAVE BEEN NO OPERATIONS PERFORMED ON THIS WELL BY V-F PETROLEUM INC. THE RECORD OPERATOR SHOULD REVERT TO CHI OPERATING, INC.

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

SIGNATURE S.K. Lawlis TITLE VICE PRESIDENT DATE 07/23/04

Type or print name S.K. LAWLIS E-mail address: sandy@vfpetroleum.com Telephone No. (432) 683-3344

(This space for State use)
 APPROVED BY [Signature] TITLE District Supervisor DATE JUL 23 2004

Conditions of approval, if any: