

Sub. Oct. 5, 2005, 4:33PM

No. 2963 P. 3 C-103
May 27, 2004

State of New Mexico
Energy, Minerals and Natural Resources

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

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

WELL API NO. 30-015-34256
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	7. Lease Name or Unit Agreement Name Form
2. Name of Operator Gruy Petroleum Management Co.	8. Well Number 004
3. Address of Operator PO Box 140904; Irving, TX 75014	9. OGRID Number 162683
4. Well Location Unit Letter <u>G</u> : <u>1580</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>15</u> Township <u>22S</u> Range <u>27E</u> NMPM County <u>Eddy</u>	10. Pool name or Wildcat Carlsbad; Morrow, South (Pro-Gas)
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3291' GR	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____	
Pit Liner Thickness: _____ 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 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 checked="" 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.

Gruy will set 2650' 9-5/8" 40# J-55/N-80 casing instead of the permitted 3000' 9-5/8" 40# J-55/N-80 casing.

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 Natalie Krueger TITLE Reg Tech DATE October 5, 2005

Type or print name Natalie Krueger email address: nkrueger@cimarex.com Telephone No. 972-401-3111

For State Use Only
APPROVED BY: District II Supervisor DATE OCT 05 2005

Conditions of Approval (if any):