

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

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

Form C-103

May 27, 2004

WELL API NO. 30-015-34347
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. 49107
7. Lease Name or Unit Agreement Name Horned Toad 36 State
8. Well Number 7
9. OGRID Number 001801
10. Pool name or Wildcat Corral Canyon, Delaware, NW

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 [X] Gas Well [] Other []

2. Name of Operator Bass Enterprises Production Co.

3. Address of Operator P. O. Box 2760 Midland, TX 79702

4. Well Location Unit Letter G : 1880 feet from the North line and 1880 feet from the East line Section 36 Township 24S Range 29E NMPNM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.) GR 3100', KB 3117'

Pit or Below-grade Tank Application [] or Closure [] Pit type Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK [] PLUG AND ABANDON [] TEMPORARILY ABANDON [] CHANGE PLANS [] PULL OR ALTER CASING [] MULTIPLE COMPL []

SUBSEQUENT REPORT OF:

REMEDIAL WORK [] ALTERING CASING [] COMMENCE DRILLING OPNS. [] P AND A [] CASING/CEMENT JOB []

OTHER: Drilling operations [X] OTHER: []

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.

Spud well at 1:00 am on 12/14/05. Drilled 11-3/4" hole to 972'. Ran 22 jts 11-3/4", 42#, HE, STC casing and set at 972'. Cemented with 400 sx 35:65 Poz C + 6% D20 + 3% S1 + 5 pps D44 + 1/8 pps D130 lead plus 200 sx Class C + 2% S1 tail. Circ 87 sx to surface. WOC 25-1/2 hrs. Tested csg to 1000 psi, held ok. Drilled 7-7/8" hole to 7374'. Ran 30 jts, 17#, J55, LTC and 176 jts 5-1/2", 15.5#, K55, LTC casing and set at 7373'. Cemented 260 sx Lite Crete + 2% D153 + 2 pps D24 + 0.05 gps D604AM + 0.03 gps M45 + 0.04 gps D801 lead (10.2 ppg, 2.64 yld) and 230 sx same for tail (10.5 ppg, 2.27 yld). Full returns. TOC by temperature survey 3300'. Rig released at 12:00 am on 12/28/05.

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 [X], a general permit [] or an (attached) alternative OCD-approved plan [].

SIGNATURE Annette Childers TITLE Administrative Assistant DATE 01/04/2006

Type or print name Annette Childers E-mail address: machilders@basspet.com Telephone No. (432)683-2277

For State Use Only

FOR RECORDS ONLY

APPROVED BY: TITLE DATE JAN 10 2005

Conditions of Approval (if any):