

Submit 3 Copies  
To Appropriate  
District Office  
DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

State of New Mexico  
Energy, Minerals and Natural Resources Department  
**OIL CONSERVATION DIVISION**  
2040 South Pacheco  
Santa Fe, NM 87505

Form C-103  
Revised 1-1-89

DISTRICT II  
811 South First, Artesia NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

|  |  |   |
|--|--|---|
| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><br>(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) |  | WELL API NO.<br><b>30-005-62055</b>                                   |
| 5. Type of Well:<br>Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>  |  | 8. Indicate Type of Lease<br>STATE - (X) FEE <input type="checkbox"/> |
| 6. Name of Operator<br><b>Prairie Sun, Inc.</b>  |  | 9. State Oil & Gas Lease No.<br>VA—1047                               |
| 7. Address of Operator<br><b>P. O. Box 8280 Roswell, NM 88202—8280</b>   |  | 10. Lease Name or Unit Agreement Name:<br><b>West Elida Unit</b>      |
| 8. Well Location<br>Unit letter <b>C</b> : <b>660</b> feet from the <b>North</b> line and <b>1980</b> feet from the <b>West</b> line   |  | 10. Well No.<br><b>1</b>  |
| 11. Elevation (Show whether DF, RKB, RT, GR, etc.)<br><b>4726' GR</b>  |  | 11. Pool name or Wildcat<br><b>Wildcat</b>                            |

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

|                                |                            |                                    |                        |
|--------------------------------|----------------------------|------------------------------------|------------------------|
| <b>NOTICE OF INTENTION TO:</b> |                            | <b>SUBSEQUENT REPORT OF:</b>       |                        |
| REMEDIAL WORK<br>( )           | PLUG AND ABANDON<br>( )    | REMEDIAL WORK<br>( )               | ALTERING CASING<br>( ) |
| TEMPORARILY ABANDON<br>( )     | CHANGE PLANS<br>( )        | COMMENCE DRILLING OPNS.<br>( )     | PLUG & ABAND.<br>( )   |
| PULL OR ALTER CASING<br>( )    | CASING TEST AND CEMENT JOB |                                    |                        |
| OTHER: _____                   |                            | OTHER: <u>Continued Operations</u> |                        |

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.

**October 18, 1998 & October 19, 1998**

Move in and rig up Ram Well Service pulling unit. Move in and rig up reverse equipment. Make up 7 7/8" bit, 8—4.75" drill collars and go in hole. Pick up tubing and tag at 710'. Pick up swivel and drill cement to 790' and fall free. Continue in hole to 1408'. Circulate out heavy mud to 1476'. Drill cement to 1650'. Circulate hole with clean water. Shut down. Pull out of hole and lay down drill collars and bit. Rig down and release pulling unit and rental equipment on 10-19-98. Well shut in with BOP.

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

SIGNATURE Gene Lee TITLE Agent DATE 10-21-98

Type or print name Gene Lee Telephone No. 505-622-7355  
(This space for State use)

APPROVED BY Gene W. Lee TITLE District Supervisor DATE 11-6-98

Conditions of approval, if any: