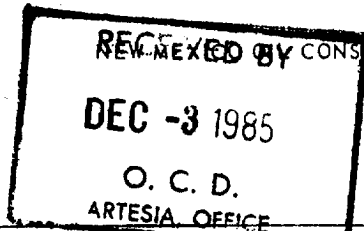


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Form C-103
Supersedes Old
C-102 and C-103
Effective 1-1-65

SUNDRY NOTICES AND REPORTS ON WELLS <small>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO OPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. (SEE APPLICATION FOR PERMIT - FORM C-101) FOR SUCH PROPOSALS.)</small>		5a. Indicate Type of Lease State <input checked="" type="checkbox"/> Free <input type="checkbox"/>
		5. State Oil & Gas Lease No. E-9782
OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER: Injection well		7. Unit Agreement Name East Red Lake Unit
Operator Kincaid & Watson Drilling Company		8. Farm or Lease Name Tract 3
Address of Operator P.O. Box 498, Artesia, New Mexico 88210		9. Well No. 3
Location of Well UNIT LETTER B 660 FEET FROM THE North LINE AND 1610 FEET FROM THE East LINE, SECTION 2 TOWNSHIP 17S RANGE 28E N.M.P.M.		10. Field and Pool, or Wildcat East Red Lake Queen GB
11. Elevation (Show whether DF, RT, GR, etc.) 3578 GR		12. County Eddy

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 checked="" 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"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
ILL OR ALTER CASING <input type="checkbox"/>	OTHER <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	

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.

We propose to plug this well as follows:

Cap Bridge Plug at 1548' with 35 feet of cement.
Load hole with mud.
Set 25 Sack plug of cement at 1350'.
Run fee point and cut & pull 5 1/2" casing.
Set 35 sack cement at 50' in and out of 5 1/2" stub and tag.
Spot 35 sacks at 450' and tag.
Spot 35 sacks at 150' and tag.
Set 15 sacks surface plug.
Clean up location and set dry hole maker.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.
SIGNED: [Signature] TITLE: Secretary - treasurer DATE: December 4, 1985

APPROVED: [Signature] OIL AND GAS INSPECTOR DATE: DEC 12 1985

CONDITIONS OF APPROVAL, IF ANY: Notify N.M.O.C.C. in sufficient time to witness

Plugging