State of New Mexico Submit 3 Copies Form C-103 Energy, Minerals and Natural Resources Department to Appropriate District Office Revised 1-1-89 DISTRICT I P.O. Box 1980, Hobbs, NM 88240 OIL CONSERVATION DIVISION WELL API NO. P.O. Box 2088 30-015-02311 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 Santa Fe, New Mexico 87504-2088 5. Indicate Type of Lease STATE X DISTRICT III 1000 Rio Brazos Rd., Aziec, NM 87410 6. State Oil & Gas Lease No. B-1969 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Welch Type of Well: OIL WELL X 2. Name of Operator 8. Well No. 18 Kersey & Co. 3. Address of Operator 9. Pool name or Wildcat P.O. Box 1248, Fredericksburg, TX 78624 Empire Y-SR 4. Well Location Unit Letter ___ 0 : __ 990 __ Feet From The Line and __1720 Feet From The Line 21 28E Eddy Section Township Range **NMPM** County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3636 GR. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK **ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT PULL OR ALTER CASING CASING TEST AND CEMENT JOB OTHER: OTHER: 12. 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. Put well on production, 9-1-98. Producing aprox. 2 Bbls per day.

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

SIGNATURE

TITLE

Agent

Date

9-16-98

THE PHONE NO.

THE Field Rep. II

DATE

DATE

1-15-99

CONDITIONS OF APPROVAL, IF ANY: