

Submit 3 Copies  
to Appropriate  
District Office

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-103  
Revised 1-1-89

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

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

OIL CONSERVATION DIVISION  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

|                                                                                                     |
|-----------------------------------------------------------------------------------------------------|
| WELL API NO.<br>Permit #A-10974                                                                     |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>B-2384                                                              |
| 7. Lease Name or Unit Agreement Name<br>Grayburg Jackson Unit -<br>Amoco State                      |
| 8. Well No. 2                                                                                       |
| 9. Pool name or Wildcat                                                                             |

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:<br>OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER | 2. Name of Operator<br>Pendragon Energy Partners, Inc.                                                                                                 |
| 3. Address of Operator<br>621 17th St., Ste. 750, Denver, CO 80293                                       | 4. Well Location<br>Unit Letter : 1980 Feet From The North Line and 660 Feet From The West Line<br>Section 36 Township 17S Range 30-E NMPM Eddy County |
| 10. Elevation (Show whether DF, RKB, RT, GR, etc.)                                                       |                                                                                                                                                        |

|                                                                               |                                                          |
|-------------------------------------------------------------------------------|----------------------------------------------------------|
| 11. 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"/>                                | REMEDIAL WORK <input type="checkbox"/>                   |
| TEMPORARILY ABANDON <input type="checkbox"/>                                  | ALTERING CASING <input type="checkbox"/>                 |
| PULL OR ALTER CASING <input type="checkbox"/>                                 | COMMENCE DRILLING OPNS. <input type="checkbox"/>         |
| OTHER: <input type="checkbox"/>                                               | PLUG AND ABANDONMENT <input checked="" type="checkbox"/> |
|                                                                               | CASING TEST AND CEMENT JOB <input type="checkbox"/>      |
|                                                                               | OTHER: <input type="checkbox"/>                          |

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.

2-01-01 Set 4-1/2" CIBP @ 2950', cap w/ 35' cmt.  
2-01-01 Mix mud & circulate.  
2-01-01 Spot 25 sx cmt. @ 2470' (liner).  
2-01-01 Perf 4 holes @ 1395', set pkr. @ 1150', pressure up to 1000 PSI, held. Spot 25 sx cmt. @ 1445'.  
2-02-01 Tag plug @ 1110'.  
2-02-01 Spot 35 sx cmt. @ 575' to Surface.

OK  
H-27-01  
pH

RECEIVED  
OCD - ARTESIA

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

SIGNATURE [Signature] TITLE Agent DATE 02-14-01  
TYPE OR PRINT NAME \_\_\_\_\_ TELEPHONE NO. \_\_\_\_\_

(This space for State Use)

APPROVED BY [Signature] TITLE Field Rep. I DATE 4/27/2001  
CONDITIONS OF APPROVAL, IF ANY: