STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION ---DISTRIBUTION P. O. BOX 2088 Form C-103 -SANTA FE, NEW MEXICO 17027 188 Revised 10-1-78 SANTA FE FILE 5a. Indicate Type of Leuse U.S.G.S. State X Fee LAND OFFICE ARTESIA, OFFICE 5, State Oil & Gas Lease No. OPERATOR K-4222 SUNDRY NOTICES AND REPORTS ON WELLS TO BELL OF TO DEEPEN OF PLUG BACK TO A DUST THIS FORM FOR PROPOSALS TO BRILL OF TO DEEPEN OF PLUG BACK TO A DUST "APPLICATION FOR PERMIT -" FORM C-1011 FOR SUCH PROPOSA 7. Unit Agreement Name WELL WELL LY 2. Name of Operator 8. Farm or Lease Name Morexco, JMD State Inc. 3. Address of Operator 9. Well No. P. O. Box 481, Artesia, NM 88210 4. Location of Well 10. Field and Pool, or Wildcat 1650 FEET FROM THE South 330 Und. W. Millman-GR UNIT LETTER ____L 15. Elevation (Show whether DF, RT, GR, etc.) 12. County 3472' Grd. Eddy Check Appropriate Box To Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: REMEDIAL WORK ALTERING CASING OR ALTER CASING CASING TEST AND CEMENT JOB 17. 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. T. D. well at 1820' at 9:00 p.m. Circulate for 30 minutes. 12-13-88 Pull pipe into derrick. Rig up Schlumberger Well Services and run SNP and LDT. 12-14-88 Finish logging 4:30 a.m. Lay down pipe. 18. I hereby certify that the information above is true and complete to the best of my knowledge and belief. 12-21-88 Agent

... DEC 2 9 1989

Original Signed By

Mike Williams