

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

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OIL CONSERVATION DIVISION

P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

Form C-103
Revised 10-1-78

RECEIVED

5a. Indicate Type of Lease	
State <input type="checkbox"/>	Fee <input checked="" type="checkbox"/>
5. State Oil & Gas Lease No.	

SUNDRY NOTICES AND REPORTS ON WELLS

SEP 21 '87

(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. <input checked="" type="checkbox"/> OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER		O. C. D. ARTESIA, OFFICE		7. Unit Agreement Name
2. Name of Operator Terra Resources, Inc.				8. Farm or Lease Name Walterscheid
3. Address of Operator 10 Desta Drive, Suite 500 West Midland, Texas 79705				9. Well No. 1
4. Location of Well UNIT LETTER <u>K</u> <u>2310</u> FEET FROM THE <u>South</u> LINE AND <u>2310</u> FEET FROM THE <u>West</u> LINE, SECTION <u>10</u> TOWNSHIP <u>22S</u> RANGE <u>27E</u> NMPM.		10. Field and Pool, or Wildcat UNO Esperanza Delaware		
15. Elevation (Show whether DF, RT, GR, etc.) 3072 GL, 3080 KB		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 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 checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	OTHER <input type="checkbox"/>	CASING TEST AND CEMENT JOBS <input type="checkbox"/>	

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.

Spud Well 8/31/87

RECEIVED
SEP 15 10 44 AM '87
OIL CONSERVATION DIVISION

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

SIGNED V.M. "Skip" Coyner TITLE Operations Engineer DATE 9/11/87

APPROVED BY Original Signed By Mike Williams TITLE Oil & Gas Inspector DATE OCT 6 1987

CONDITIONS OF APPROVAL, IF ANY: