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

CONDITIONS OF APPROVAL, IF ANY:

OIL CONSERVATION DIVISION P.O. Box 2088

WELL API NO. 30-015-26314

| Dicamican as | | Santa Fe, New Mexico 87504-2088 | | 30 013 20314 | |
|--|---|---|-------------------------------------|--|--|
| DISTRICT II P.O. Drawer DD, Artesia, NM 88210 | | Sama re, new Mexico 87304-2066 | | 5. Indicate Type of Lease STATE | FEE 🗌 |
| DISTRICT III 1000 Rio Brazos Rd., | Aziec, NM 87410 | | | 6. State Oil & Gas Lease No. K-3271 | TEE C |
| (DO NOT USE TH | IIS FORM FOR PROPOS DIFFERENT RESERVOI | S AND REPORTS ON WE SALS TO DRILL OR TO DEEPEN R. USE "APPLICATION FOR PE FOR SUCH PROPOSALS.) | OR PLUG BACK TO A | 7. Lease Name or Unit Agreement Name | me |
| 1. Type of Well: | GAS | | | | |
| WELL [17] | WELL | OTHER | JUN 1 '90 | | |
| 2. Name of Operator | r LIPS PETROLEUM | COMPANY | | 8. Well No. | |
| 3. Address of Opera | | V V | O. C. D. | 9. Pool name or Wildcat | |
| 1 | PENBROOK ST., | ODESSA, TX 79762 | ARTESIA, OFFICE | Cabin Lake (Delaware) |) |
| 4. Well Location Unit Letter | | | | 10 Feet From The West NMPM Eddy | Line |
| Section | | Township 22-5 R 10. Elevation (Show whether | MILE C | NMPM Eddy | ////////////////////////////////////// |
| | | ///X | GL Unprepared) | <i>\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\</i> | |
| 11. | Check Apr | propriate Box to Indicate | Nature of Notice, R | eport, or Other Data | |
| | OTICE OF INTEN | - | | SEQUENT REPORT OF: | |
| PERFORM REMEDI | AL WORK | PLUG AND ABANDON | REMEDIAL WORK | ALTERING CASI | NG 📙 |
| TEMPORARILY ABA | NDON | CHANGE PLANS | COMMENCE DRILLING | G OPNS. XXX PLUG AND ABAN | IDONMENT L |
| PULL OR ALTER CA | ASING | | CASING TEST AND C | EMENT JOS 122 | |
| OTHER: | | | OTHER: | | |
| 12. Describe Propose work) SEE RUL | | (Clearly state all pertinent details, a | and give pertinent dates, inclu | uding estimated date of starting any propo | sed |
| 5/8/90 | ST & C casing 1.32 yield, 6 | & set @ 408'. Ceme | ented w/900 sack | Ran & set 13-3/8", 48 as Class C, 2% CaCl, 14 aks cement to surface. | .8 ppg., |
| 5/9/90 | WOC 24 hrs. | | | | |
| 5/10/90 | Class C, 20% I Class C, 10#/s | | salt, 12.6 ppg, 40 sacks to surf | | |
| 5/24/90 | Reached TD of | 7500'. | er) | | |
| I hereby certify that the | e information above is true and | complete to the best of my knowledge at | d belief. | | |
| SIGNATURE | Ma | a // | | ation & Proration 5/ | 31/90 |
| TYPE OR PRINT NAME | J. L. Map | les | | TELEPHONE NO. | |
| (This space for State U | | NAL SIGNED BY | | 1111 | 4 1990 |
| APPROVED BY | | WILLIAMS RVISO R DISTRICT II — T | me | JUN date | 7 1000 |

5/25/90 Ran DLL/GR/Cal; LDT/CNL/GR/Cal.

5/26/90 Ran 182 jts. 15.5#, J-55, LT&C 5-1/2" casing & set @ 7466'. Cemented w/ 600 sacks Class C, 20% Diacel D, 12 ppg, 2.69 yield, 15.5 gal./sack & 400 sacks Class C Neat, 14.8 ppg, 1.32 yield, 6.3 gal./sack. TOC 3420 - temperture survey. WOC 24 hrs. Released rig. Temp. drop from report pending completion.