| Submit 3 Copies To Appropriate District  | State of New Mexico   |   | d5/   | Form C-103                                  |
|--|---|---|---|---|
| Office District I 1625 N. French Dr., Hobbs, NM 87240  | Energy, Minerals and Natural                                  | nergy, Minerals and Natural Resources   |   | Revised March 25, 1999                      |
| <u>District II</u><br>811 South First, Artesia, NM 87210   | OIL CONSERVATION DIVISION                                     |   | 5. Indicate Type of   | 30-015-31717<br>[Lease                      |
| District III<br>1000 Rio Brazos Rd., Aztec, NM 87410   | 2040 South Pacheco  |   | STATE [   | FEE X                                       |
| District IV<br>2040 South Pacheco, Santa Fe, NM 87505  | Santa Fe, NM 87505  |   | 6. State Oil & Gas Lease No.  |   |
| 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.)   |   |   | 7. Lease Name or Unti Agreement Name<br>Esperanza 3N Fee<br>(27979) |   |
| 1. Type of Well: Oil Well Gas Well Other proposed gas well   |   |   |   | .#<br><                                     |
| 2. Name of Operator Devon Energy Production Company, L.P.  |   |   | 8. Well No. 1   | 1.160x 11.20                                |
| 3. Address of Operator 20 N. Broadway, Suite 1500  |   |   | 9. Pool name or W   | 17 C.\7 AI                                  |
| OKC, OK 73102 (W.Frank 405/552-4595)  4. Well Location   |   |   | Carlsbad, South (1  | Morrow)                                     |
| Unit Letter N : 660' feet from the south line and 1980' feet from the west line  |   |   |   |   |
|  |   |   |   |   |
| Section 3 Township 22S Range 27E NMPM County Eddy, NM  10. Elevation (Show whether DR, RKB, RT, GR, etc.)  |   |   |   |   |
| GL 3139', DF 3155', KB 3156'  11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data   |   |   |   |   |
| NOTICE OF INTEN  |   |   | SEQUENT REF   |   |
| TEMPORARILY ABANDON CH   | IANGE PLANS   | COMMENCE DRI                            | LLING OPNS. 🔀   | PLUG AND                                    |
|  | JLTIPLE  DMPLETION  | CASING TEST AND CEMENT JOBS             |   |   |
| OTHER:   |   | OTHER: spud, ru                         | nning casing string, V  | WOCU X                                      |
| 12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting and proposed work). SEE RULE 1103. For Multiple Completions: Attach diagram of proposed completion or recompletion.      |   |   |   |   |
| This well spud on 08-17-2001 at 0030 hrs and drld 17 1/2" hole to 415'. On 08-19-2001 ran 9 jts 13 3/8" 48# H-40 ST&C casing, set at 412'; cemented with 176 sx 35/65 Pozmix "C" + 200 sx Class "C"; TOC at surface. WOC 37 hrs.   |   |   |   |   |
| Drld 12 1/4" hole to 5515'. On 09-02-2001 ran 125 jts 8 5/8" 32# J-55 and HCK-55 ST&C and LT&C casing, set at 5500'; cemented with 1200 sx 60/40 Pozmix "C" + 1200 sx 65/35/6 Pozmix "C" + 200 sx Class "C" + topped out with 1077 sx Class "C"; TOC at surface. WOC 27 hrs. |   |   |   |   |
| Drld 7 7/8" hole. Reached TD 11,900' at 0600 hrs 10-01-2001. Schlumberger ran Platform Express Density/Neutron and High Resolution/Azimuthal Laterolog Array/MCFL/NGT logs.  |   |   |   |   |
| On 10-12-2001 ran 284 jts 5 1/2" 17# L<br>Class "H" + 325 sx 35/65 Pozmix "H" -<br>hrs 10-06-2001. WOCU.   | 80 and J-55 LT&C csg, set at<br>+ 150 sx Class "H"; bumped pl | 11,899'; cemented ug, floats held; full | with 650 sx 15/61/11<br>circ throughout job.                        | Pozmix "C" + 200 sx<br>Released rig at 0600 |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief.   |   |   |   |   |
| SIGNATURE Candace R. L   | Saham TITLE   | Engineering Tech.                       |   | DATE 12/11/2001                             |
| Type or print name Candace R. Graha  |   |   | Telep   | hone No. (405)235-3611                      |
| (This space for State use)  ORIGINAL SIGNED BY TIM W. GUM DISTRICT II SUPERVISOR  DISTRICT II SUPERVISOR   |   |   |   |   |
| APPROVED BY Conditions of approval, if any:  | DISTRICT II SUPERIO   | i entre en                              |   | DAREC 31 2861                               |