

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 1  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT 2  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT 3  
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

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

|                                      |                             |
|--------------------------------------|-----------------------------|
| WELL APN NO.                         | 30-015-29843                |
| 5. Indicate Type of Lease            |                             |
| State                                |                             |
| 6. State Oil & Gas Lease No.         |                             |
| 7. Lease Name or Unit Agreement Name | Mallon 16 State             |
| 8. Well No.                          | 5                           |
| 9. Pool name or Wildcat              | West, Black River, Delaware |

|   |  |
|---|--|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A<br>DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"<br>(FORM C-101) FOR SUCH PROPOSALS.)            |  |
| 1. Type of Well<br>OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>  |  |
| 2. Name of Operator<br>Mallon Oil Company   |  |
| 3. Address of Operator<br>P.O. Box 3256, Carlsbad, NM 88220   |  |
| 4. Well Location<br>Unit Letter <u>M</u> : <u>660'</u> Feet From The <u>South</u> Line and <u>660'</u> Feet From The <u>West</u> Line<br>Section <u>16</u> Township <u>24S</u> Range <u>26E</u> NMPM <u>Eddy</u> County |  |
| 10. Elevation (Show whether DF, RKB, RT, GR, etc.)<br>3390' GL  |  |

|   |   |
|---|---|
| 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"/>                              | COMMENCE DRILLING OPNS. <input type="checkbox"/>            |
| PULL OR ALTER CASING <input type="checkbox"/>                             | CASING TEST AND CEMENT JOB <input type="checkbox"/>         |
| OTHER: <input type="checkbox"/>   | OTHER: Extension of APD <input checked="" 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.

Mallon Oil Company requests a one-year extension on Application for Permit to Drill.

RECEIVED  
JUL 1 1998  
OCD ARTESIA

|  |                                   |
|--|-----------------------------------|
| I hereby certify that the information above is true and complete to the best of my knowledge and belief. |                                   |
| SIGNATURE <u>Christy Serrano</u>   | TITLE <u>Production Secretary</u> |
| DATE <u>7/1/98</u>   |                                   |
| TYPE OR PRINT NAME <u>Christy Serrano</u>  | TELEPHONE NO. <u>505-885-4596</u> |
| (This space for State Use)   |                                   |
| APPROVED BY <u>Jim W. Serrano</u>  | TITLE <u>District Supervisor</u>  |
| DATE <u>7-8-98</u>   |                                   |
| CONDITIONS OF APPROVAL IF ANY:   |                                   |