

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised March 25, 1999

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-045-31304
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-3148-10 & VA-22510 & E-9707
7. Lease Name or Unit Agreement Name: BLACKHILLS 16
8. Well No. 4
9. Pool name or Wildcat BASIN FRUITLAND COAL (71629)

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.)

1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other
2. Name of Operator TEXAKOMA OIL AND GAS CORPORATION
3. Address of Operator 5400 LBJ FREEWAY, SUITE 500, DALLAS, TEXAS 75240
4. Well Location Unit Letter <u>F</u> : <u>1795</u> feet from the <u>NORTH</u> line and <u>1800</u> feet from the <u>WEST</u> line Section <u>16</u> Township <u>26N</u> Range <u>13W</u> NMPM County <u>SAN JUAN</u>
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 6250' GR

11. 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 type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		Complete Drilling Operations, Log and Run and Cement Production Casing <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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

THIS WELL SPUDDED ON 02-07-03 AND AN 8 3/4" HOLE WAS DRILLED TO 165' RKB (5' GR TO RKB) AND 4 JTS OF NEW 7" 20 PPF J-55 API CASING WAS SET AT 163' RKB (158' GR) AND CEMENTED TO SURFACE WITH 75 SKS (88.5 CF) OF CLASS B CEMENT W/2% CACL₂ & 1/4#/SK CELLOFLAKE @ 15.6 PPG, YIELD 1.18 CF/SK, CIRCULATED 8 BBLs OF GOOD CEMENT TO SURFACE, DISPLACED WITH 5.0 BW, PD @ 3:00 P.M., 02-07-03. WOC FOR 16 HOURS AND INSTALLED 7" CASING HEAD AND ANNULAR BOP, TESTED BOP TO 1000 PSIG FOR 15", OK. DRILL AHEAD WITH 6 1/4" BIT AND DRILLED CEMENT FROM 148' TO 170' GR; TOOK SURVEY AT 160'-0 DEGREE. DRILL AHEAD TO DTD 1552' GR ON 12-11-03. RAN TRIPLE COMBINATION LOG SUITE TO LTD 1552' KB ENDING 12-11-03. RAN 36 JOINTS OF NEW 4 1/2" 10.5 PPF J-55 API CASING TO 1552' KB WITH CASING SHOE ON BOTTOM AND INSERT FLOAT AT 1515' KB WITH 10 CENTRALIZERS ON BOTTOM 20 JTS. AMERICAN CEMENTED CASING WITH 10 BW PREFLUSH FOLLOWED BY 85 SKS CLS B CEMENT W/2% SMA W/0.25#/SK CELLOFLAKE W/5#/SK GILSONITE, MIXED AT 12.5 PPG, YIELD 2.06 CF/SK AND TAILED IN WITH 100 SKS OF CLS B CEMENT W/2% CACL₂ W/0.25#/SK CELLOFLAKE MIXED AT 15.6 PPG WITH 1.18 CF/SK YIELD, DISPLACED CEMENT WITH 24.0 BW AND PRESSURE TO 1000 PSIG, HELD PRESSURE 3" AND RELEASED, FLOAT HELD OK, HAD 4 BBL OF GOOD CEMENT CIRCULATED TO PIT. SET SLIPS WITH CASING IN FULL TENSION, INSTALLED TUBINGHEAD AND RELEASED RIG 02-14-2003. COMPLETION TO START IN 30-60 DAYS.

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

SIGNATURE Tom Sprinkle TITLE DRILLING MANAGER DATE 02-17-2003

Type or print name TOM SPRINKLE Telephone No. 972-701-9106

(This space for State use)
APPROVED BY Charlie T. Herron TITLE DEPUTY OIL & GAS INSPECTOR, DIST. # 552 20 2003

Conditions of approval, if any: