Form C-103 Submit 3 Copies To Appropriate District State of New Mexico Office Energy, Minerals and Natural Resources May 27, 2004 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 30-039-27547 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM 87505 NM 29760 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Carracas 24A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well Gas Well X Other 2. Name of Operator 9. OGRID Number Energen Resources Corporation 162928 10. Pool name or Wildcat 3. Address of Operator 2198 Bloomfield Highway, Farmington, NM 87401 Basin Fruitland Coal 4. Well Location 2235 South 1850 feet from the feet from the_ East Unit Letter __ line and _ line Township **NMPM** Section Range Rio Arriba 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 7291' GL Pit or Below-grade Tank Application X or Closure Pit type Drill Depth to Groundwater >100' Distance from nearest fresh water well >1000' Distance from nearest surface water >1000' Below-Grade Tank: Volume bbls: Construction Material Pit Liner Thickness: 12. Check Appropriate Box to Indicate, Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: REMEDIAL WORK PERFORM REMEDIAL WORK PLUG AND ABANDON ALTERING CASING COMMENCE DEILLING OPNS **TEMPORARILY ABANDON CHANGE PLANS PLUG AND ABANDONMENT** CASING TEST AND **PULL OR ALTER CASING** MULTIPLE COMPLETION CEMENT JOB \mathbf{x} OTHER: Build drilling pit OTHER: 13. 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. Energen Resources plans to build a lined pit according to "OCD Pit and Below-grade Tank Guidelines", as issued on November 1,2004. Energen anticipates the submittal of a C-144 for closure of this pit in accordance with BIM and "OCD pit and Below-grade Tank Guidelines". I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or belowgrade tank has been/will be constructed or closed according to NMOCD guidelines X , a general permit or an (attached) alternative OCD-approved plan SIGNATURE____ Drilling Superintendent TITLE_ _DATE ___ E-mail address: dthomas@energen.com Type or print name Doug Thomas Telephone No. 505.325.6800 EEFONY OOL & GAS INSPECTOR, DIST. For State Use Only APPROVED BY DATE

Conditions of Approval, if any: