

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

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

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

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

WELL API NO. 30-031-05091

5. Indicate Type of Lease STATE [] FEE [X]

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 Unit Agreement Name

BULLSEYE A

1. Type of Well:

OIL WELL [X]

GAS WELL []

OTHER

2. Name of Operator

Nerdlihc Company, Inc.

8. Well No.

2

3. Address of Operator

337 E. San Antonio Drive, Suite 101, Long Beach, CA 90807

9. Pool name or Wildcat

Gallup

4. Well Location

Unit Letter P : 990 Feet From The South Line and 990 Feet From The East Line

Section 13 Township 16N Range 10W NMPM McKinley County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)

7200 GL

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK []

PLUG AND ABANDON []

TEMPORARILY ABANDON []

CHANGE PLANS []

PULL OR ALTER CASING []

OTHER: []

SUBSEQUENT REPORT OF:

REMEDIAL WORK []

ALTERING CASING []

COMMENCE DRILLING OPNS. []

PLUG AND ABANDONMENT [X]

CASING TEST AND CEMENT JOB []

OTHER: []

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.

10/12/97 MIRU P&A equipment, TIH w/ tbg. to 960', POH to 931, break circulation, spot sxs class H cmt + 2% calcium chloride, POH SD 2 hours, WOC, TIH w/ tbg, tag cmt @ 850', break circulation, pump 35 sx class H cmt w/ circulation to pit, POH w/ tbg. SDFN

10/13/97 TIH w/ tbg. Tag TOC @ 790' (75' above shoe) POH w/ tbg. TIH w/ csg cutter, cut csg @ 80', POH w/ csg, TIH w/ tbg to 200' (120' inside csg), establish circulation, pump 40 sx class H cmt w/ cement to pit, POH w/ tbg., top csg. off w/ cement, rig dn. clean location, install P&A marker.

RECEIVED FEB - 2 1998

OIL CON. DIV. DIST. 3

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

SIGNATURE [Signature]

TITLE Agent

DATE 1/28/98

TYPE OR PRINT NAME [Name]

TELEPHONE NO.

(This space for State Use)

APPROVED BY [Signature]

TITLE DEPUTY OIL & GAS INSPECTOR DIST. #3

DATE FEB 2 1998

CONDITIONS OF APPROVAL, IF ANY: