

Submit 3 Copies  
Appropriate  
District Office

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-103  
Revised 1-1-89

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

STRICT I  
U. Box 1980, Hobbs, NM 88240

STRICT II  
O. Drawer DD, Artesia, NM 88210

STRICT III  
100 Rio Brazos Rd., Aztec, NM 87410

|                                                                                                     |
|-----------------------------------------------------------------------------------------------------|
| WELL API NO.<br>30-045-22781                                                                        |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>State LG-3876                                                       |
| 7. Lease Name or Unit Agreement Name<br>State                                                       |
| 8. Well No.<br>3                                                                                    |
| 9. Pool name or Wildcat<br>Los Pinos Fruit and/PC                                                   |

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.)

|                                                                                                       |                                                                                                 |
|-------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------|
| Type of Well:<br>OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER | Name of Operator<br>Hallwood Petroleum, Inc.                                                    |
| Address of Operator<br>PO Box 378111, Denver, CO 80237                                                | Well Location<br>Unit Letter I : 1620 Feet From The South Line and 800' Feet From The East Line |
| Section 2 Township 31N Range 7W Unit I NMPM San Juan County                                           | 10. Elevation (Show whether LF, RKB, RT, GR, etc.)                                              |

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"/> |
| WELL OR ALTER CASING <input type="checkbox"/>               |                                           | CASING TEST AND CEMENT JOB <input type="checkbox"/> |                                               |
| OTHER: New Construction <input checked="" type="checkbox"/> |                                           | OTHER: <input 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.

A new 50 bbls fiberglass tank will be set on a gravel pad in an earthen gravel berm to replace the old unlined separator pit. A linear and leak detection will also be installed on glass tanks. The unlined pit will no longer be discharged into, after the fiberglass tank is installed.

RECEIVED  
AUG 29 1994

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 Kevin E. O'Connell TITLE Drilg & Prod Manager DATE 8/25/94  
TELEPHONE NO.

(This space for State Use)

APPROVED BY Charles E. Shahan TITLE DEPUTY OIL & GAS INSPECTOR DATE AUG 29 1994  
CONDITIONS OF APPROVAL, IF ANY: