State of New Mexico Energy, Minerals and Natural Resources

Form C-103 Revised March 25,1999

DISTRICT I

1625 N. French Dr., Hobbs, NM 87240

DISTRICT II

OIL CONSERVATION DIVISION WELL API NO.

| 2040 S. Pacheco   | 30-045-30316                                      |  |  |  |
|---|---|--|--|--|
| DISTRICT III  1000 Rio Brazos Rd., Aztec, NM 87410  DISTRICT IV  Santa Fe, NM 87505   | 5. Indicate Type of Lease STATE FEE               |  |  |  |
| 2040 South Pacheco, Santa Fe NM 87505   | 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 DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT (FORM C-101) FOR SUCH PROPOSALS. | 7. Lease Name or Unit Agreement Name SLANE CANYON |  |  |  |
| 1. Type of Well: OIL GAS WELL OTHER   |   |  |  |  |
| Name of Operator     FOUR STAR OIL AND GAS COMPANY  | 8. Well No. 32-1A                                 |  |  |  |
| Address of Operator 3300 N. Butler Ave.Ste 100 Farmington NM 87401  | 9. Pool Name or Wildcat BLANCO MESA VERDE         |  |  |  |
| 4. Well Location  Unit Letter O: 1075 Feet From The SOUTH Line and 1825  Section 32 Township T30N Range R10W NN   | Feet From The EAST Line                           |  |  |  |
| 10. Elevation (Show whether DF, RKB, RT,GR, etc.) 5944'GR   | Section 1.  |  |  |  |
| 11. Check Appropriate Box to Indicate Nature of Notice, Report,   | , or Other Data                                   |  |  |  |
| NOTICE OF INTENTION TO:  SUBSEQUENT REPORT OF:  |   |  |  |  |

| PERFORM REMEDIAL WORK |  | PLUG AND ABANDON |  | REMEDIAL WORK               | ALTERING CASING      |   |
|-----------------------|--|------------------|--|-----------------------------|----------------------|---|
| TEMPORARILY ABANDON   |  | CHANGE PLANS     |  | COMMENCE DRILLING OPERATION | PLUG AND ABANDONMENT | = |
| PULL OR ALTER CASING  |  |                  |  | CASING TEST AND CEMENT JOB  |                      |   |
| OTHER: intent to spud |  | OTHER:           |  |                             |                      |   |

Four Star Oil and Gas Co intends to spud the subject well on 10/10/2000.



| I hereby certify that the information above is to   | D. Oschuly TITLE Eng. Assistant      | DATE 10/10/00          |  |  |
|---|--------------------------------------|------------------------|--|--|
| TYPE OR PRINT NAME                                  | Arthur D. Archibeque                 | Telephone No. 325-4397 |  |  |
| (This space for State Use)  APPROPRIENTAL SIGNED BY | OPPUTY OIL & GAS INSPECTOR, DIST. 43 | OCT 1 2 2000           |  |  |
| CONDITIONS OF APPROVAL, IF                          |                                      |                        |  |  |

ompleted Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.