

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 1301 W. Grand Avenue, Artesia, NM 87210  
 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. 30-025-03556
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-2522
7. Lease Name or Unit Agreement Name: FOX A STATE
8. Well No. 1
9. Pool name or Wildcat Allison San Andres South (1220)
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 4062 GL

**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  Gas Well  Other

2. Name of Operator  
 LAYTON ENTERPRISES, INC.

3. Address of Operator  
 3103 79th St.  
 LUBBOCK, TEXAS 79423

4. Well Location  
 Unit Letter F : 1980 feet from the North line and 2070 feet from the West line  
 Section 2 Township 9S Range 36E NMPM County LEA

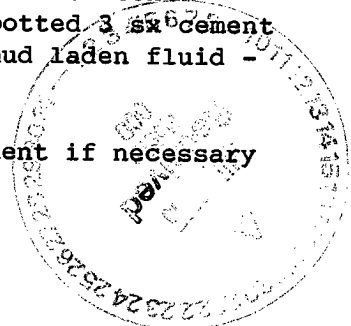
11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
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"/>		OTHER: PLUG BACK <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 recompilation.

7-15-05 Ran 3.75 gauge ring to 9650 to check 4 1/2" liner - Ran cast iron bridge plug - Set @9600 to cover perms 9653-64 - Spotted 3 sx cement (40') on top with dump baler - Filled hole with 9# mud laden fluid - Set C.I.B.P. @5300' w/3 sx cement (40').

Preparing to evaluate cement conditions, squeeze cement if necessary for recompilation in San Andres Zone.



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

SIGNATURE Donald R. Layton TITLE President DATE 7-18-2005

Type or print name Donald R. Layton Telephone No. 806/745-4638

APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE AUG 01 2005

2A Allison Upper Penn