

Office
 District I
 1625 N. French Dr., Hobbs, NM 87240
 District II
 811 South First, Artesia, NM 87210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 South St. Frances, 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. Frances
 Santa Fe, NM 87505

| | |
|---|---------------------|
| WELL API NO. | 30-007-20501 |
| 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> | |
| 6. State Oil & Gas Lease No. | |
| 7. Lease Name or Unit Agreement Name: | VPR D |
| 8. Well No. | 156 |
| 9. Pool name or Wildcat | |

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 **Coalbed Methane**

2. Name of Operator
EL PASO ENERGY RATON, L.L.C.

3. Address of Operator
P.O. Box 190, Raton, NM 87740

4. Well Location
 Unit Letter **A** : **1268** feet from the **North** line and **1294** feet from the **East** line
 Section **33** Township **31N** Range **17E** **NMPM COLFAX** County

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
8480' (GL)

11. 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 checked="" 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: <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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

05/08/04 Spud @ 2:00 p.m. Drill 11" surface hole to 362'. Run 9 jts. of 8 5/8", J-55, 23 ppf ST&C casing to 357'. Halliburton mixed and pumped 35 bbls water, 100 sx Midcon II, 14 ppg, yield 1.66 at 4 bpm with 70 psi with 6% salt, 5#/sx gilsonite, .3% versaset, .25 #/sk flocele. Circulated 5 bbls of cement to surface. WOC 8 hrs. Test surface casing to 500 psi for 30 minutes.

05/09/04 Drill 7 7/8" hole from 362' - 1645'. Reached TD 1645' at 6:30 a.m. MIRU Schlumberger & log well. Loggers TD at 1639'. Ran 42 jts. of 5 1/2", M-50, 15.5 ppf LT&C casing to 1635'. Halliburton mix and pump 41 bbls water, 40 bbls gel pre flush. Pumped 207 sx Midcon II PP, 13 ppg, yield 2.04 at 4 bpm. with 6% salt, 2 lb/sx Granulite, 5 lb/sx Gilsonite, .3% Versaset, and .1% Super CBL. Plug down with 1192 psi. Float held. Circulated 35 bbls of cement to surface. Well shut in.

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

SIGNATURE Shirley Mitchell TITLE Regulatory Analyst DATE 05/12/04
 Type or print name Shirley A. Mitchell Telephone No. (505) 445-6785

(This space for State use)

APPROVED BY [Signature] TITLE DISTRICT SUPERVISOR DATE 5/27/04
 Conditions of approval, if any: