

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 811 South First, Alamogordo, NM 88310  
 District III  
 1000 Rio Grande Rd., Azusa, NM 87410  
 District IV  
 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources  
**OIL CONSERVATION DIVISION**  
 2040 South Pacheco  
 Santa Fe, NM 87505

Form C-103  
 Revised March 25, 1999

|                                                                                                                                                              |  |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| <b>WELL API NO.</b><br>380-023-03735                                                                                                                         |  |
| <b>1. Indicate Type of Lease</b><br>STATE <input checked="" type="checkbox"/> FEDERAL <input type="checkbox"/>                                               |  |
| <b>6. State Oil &amp; Gas Lease No.</b><br>33114                                                                                                             |  |
| <b>7. Lease Name or Unit Agreement Name:</b><br>State T                                                                                                      |  |
| <b>2. Well No.</b><br>2                                                                                                                                      |  |
| <b>3. Address of Operator</b><br>P. O. Box 827, Tatum, NM 88267                                                                                              |  |
| <b>8. Well Location</b><br>Unit Letter L 6290 feet from the South line and 500 feet from the West line<br>Section 6 Township 16 S Range 36-E NMPM County Lea |  |
| <b>10. Elevation (Show whether DR, RKB, AT, GR, etc.)</b>                                                                                                    |  |

|                                                                                                                                                                                                                                                                                                                                                   |                                                                                                                                                                                                                                                                                                             |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data</b>                                                                                                                                                                                                                                                               |                                                                                                                                                                                                                                                                                                             |
| <b>NOTICE OF INTENTION TO:</b><br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/><br>OTHER: <input type="checkbox"/> | <b>SUBSEQUENT REPORT OF:</b><br>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/><br>CASING TEST AND CEMENT JOB <input type="checkbox"/><br>OTHER: <input type="checkbox"/> |

**12. Describe proposed or completed operations.** (Clearly state all pertinent details, and give pertinent dates, including estimated date of ending any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Tubing Size 3.5" liner Packr ID 2.5"  
 Perforate 2" RIG (Well Size 2 1/8"), loaded 4spf, 120 deg phasing

Zone: 4810-50' (40' @ 4spf = 160 holes)  
 5290'-5300' (10' @ 4spf = 40 holes)  
 6210'-6260' (50' @ 4spf = 200 holes)  
 6300' - 6360' (60' @ 4 spf = 240 holes)  
 6440' - 6455' (15' @ 4spf = 60 holes)  
 6610' - 6630' (20' @ 4spf = 80 holes)  
 6770' - 6880' (110' @ 4 spf = 440 holes)  
 Total Holes 1220

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

SIGNATURE Larry Gandy TITLE Secretary/Treasurer DATE 4-25-05

Type or print name Larry Gandy Telephone No. 505-398-4960

(This space for State use)

APPROVED BY Harry W. Wink FIELD REPRESENTATIVE II/STAFF MANAGER APR 25 2005

Conditions of approval, if any

5540-5550  
 5620-5630  
 5650-5670  
 5830-5850  
 6160-6200  
 6220-6240  
 6240-6260  
 6290-6310  
 6310-6330  
 6330-6350

5-5-05 (parts not on 4-25-05 intentn)

6210-6220  
 5310-5290  
 5140-5100  
 4955-4970  
 4810-4870

5-7-05 (Parts not on inten notice)

4850-70