

Submit 3 Copies To Appropriate District Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
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 May 08, 2003

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

|                                                                                                     |
|-----------------------------------------------------------------------------------------------------|
| WELL API NO.<br>30-015-33153                                                                        |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>NM NM-111245                                                        |
| 7. Lease Name or Unit Agreement Name<br>Cemetery 2 State                                            |
| 8. Well Number<br>1                                                                                 |
| 9. OGRID Number<br>212226                                                                           |
| 10. Pool name or Wildcat<br>Cemetery, Morrow                                                        |

**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  
Preston Exploration, LLC

3. Address of Operator  
P. O. Box 7520 The Woodlands, TX 77387

4. Well Location  
Unit Letter G : 1650 feet from the North line and 1750 feet from the East line  
Section 2 Township 20S Range 25E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3433'

12. 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"/> | REMEDIAL WORK <input type="checkbox"/>              |
| PLUG AND ABANDON <input type="checkbox"/>      | ALTERING CASING <input type="checkbox"/>            |
| TEMPORARILY ABANDON <input type="checkbox"/>   | COMMENCE DRILLING OPNS. <input type="checkbox"/>    |
| CHANGE PLANS <input type="checkbox"/>          | PLUG AND ABANDONMENT <input type="checkbox"/>       |
| PULL OR ALTER CASING <input type="checkbox"/>  | CASING TEST AND CEMENT JOB <input type="checkbox"/> |
| MULTIPLE COMPLETION <input type="checkbox"/>   | OTHER: <input type="checkbox"/>                     |
| OTHER: <input type="checkbox"/>                |                                                     |

13. 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.

Attached is Emergency Contact List for contractor drilling this well.

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

SIGNATURE Sandra Nobles TITLE Consultant DATE 3/10/04

Type or print name Sandra Nobles Telephone No. (432)682-0440  
(This space for State use)

APPROVED BY FOR RECORDS ONLY DATE MAR 20 2004  
Conditions of approval, if any:

MIDLAND OFFICE:  
(432) 687-5555  
(432) 687-4681 fax

# NABORS DRILLING USA, LP

## WEST TEXAS / NEW MEXICO DISTRICT

ODESSA OFFICE:  
(432) 363-8180 or (432) 550-7808  
(432) 550-9993 fax

| CONTACT / TITLE                                  | MOBILE            | RESIDENCE      | RESIDENCE FAX  | LOCAL PAGER    | NATIONWIDE PAGER                |
|--------------------------------------------------|-------------------|----------------|----------------|----------------|---------------------------------|
| <b>O</b> DON NELSON<br>District Drilling Supt.   | (432) 664-9990    | (432) 524-3559 | (432) 524-5745 | (432) 495-2410 | (800) 407-0176                  |
| <b>F</b> BILL DAVIS<br>Drilling Superintendent   | (432) 664-9991    | (432) 366-7084 | (432) 368-0805 | (432) 495-9053 | (800) 999-6710<br>Pin# 993-6059 |
| <b>I</b> JOE HARRIS<br>Drilling Superintendent   | (432) 664-8818    | (432) 333-2671 | (432) 333-8933 | (432) 495-7446 | (800) 880-9753                  |
| <b>C</b> JIM COLLUM<br>HR Coordinator            | (432) 664-9993    | (432) 362-3689 |                | (432) 499-9909 | (800) 763-9909                  |
| <b>E</b> TROY BLAIR<br>Mgr - Marketing/Contracts | (432) 638-6818    | (432) 520-0104 | (432) 697-9870 | (432) 499-9659 | (800) 571-9659                  |
| BRENT SANDERS<br>Mgr - Marketing/Contracts       | (432) 638-6868    | (432) 689-9000 | (432) 689-7422 | (432) 567-8829 |                                 |
| JESSE SILVAS<br>HSE Coordinator                  | (432) 664-9980    | (432) 552-7540 | (432) 366-3903 | (432) 567-0968 | (800) 884-0968                  |
| FLOYD COOTS<br>Yard Manager                      | (432) 664-9996    | (432) 381-2240 |                | (432) 567-0282 |                                 |
| JORGE MENDEZ<br>Yard Manager Assistant           | (432) 664-9918    | (432) 381-3026 |                |                | (800) 407-7047                  |
| RAMON MATA<br>Top Drive Technician               | (432) 664-9929    |                |                |                |                                 |
| STEVE ESTEPP<br>Electrician                      | (432) 664-9922    | (432) 560-2545 |                |                |                                 |
| EPOCH WELL SERVICE                               | ANSWERING SERVICE | (432) 552-7180 | OFFICE         | (432) 552-9767 |                                 |

|                 |                |         |                |
|-----------------|----------------|---------|----------------|
| <b>R</b> Rig 24 | STACKED        | Rig 353 | (432) 664-9353 |
| Rig 56          | STACKED        | Rig 398 | (432) 664-8898 |
| Rig 57          | (432) 664-7757 | Rig 399 | (432) 664-8099 |
| Rig 93          | STACKED        | Rig 405 | STACKED        |
| Rig 141         | (432) 664-9414 | Rig 424 | (432) 664-8824 |
| Rig 142         | (432) 664-9942 | Rig 442 | (432) 664-8842 |
| Rig 196         | STACKED        | Rig 522 | STACKED        |
| Rig 294         | STACKED        | Rig 626 | (432) 557-1290 |
| Rig 311         | (432) 664-8811 | Rig 641 | (432) 664-8841 |
| Rig 316         | (432) 557-3985 | Rig 709 | STACKED        |
| Rig 319         | (432) 664-8819 | Rig 715 | (432) 664-9915 |
| Rig 329         | (432) 664-8829 | Rig 730 | (432) 664-8830 |
| Rig 347         | (432) 664-8847 | Rig 783 | (432) 664-8883 |

|                            |     |                |                    |     |                |
|----------------------------|-----|----------------|--------------------|-----|----------------|
| <b>R</b> Alvarado, Pete C. | 347 | (505) 390-2140 | Gonzalez, P.A.     | 398 | (432) 336-0353 |
| Anderson, Jimmy            | 424 | (432) 393-5668 | Green, Danny       | 329 | (432) 520-5404 |
| Bassham, Pride             | 641 | (432) 290-1484 | Gurgevich, Chris   | 319 | (432) 570-0353 |
| Benavides, Michael         | 399 | (432) 381-3146 | Hignight, Jerry    | 783 | (505) 393-8368 |
| Bingham, Waldon S.         | 347 | (432) 267-4900 | Jimenez, Raymond   | 311 | (505) 397-2932 |
| Boen, Brad                 | 319 | (432) 634-2480 | Jones, Charlie     | 398 | (432) 586-8852 |
| Brown, Norman              | 442 | (432) 520-3260 | Lorenz, Kenneth    | 311 | (432) 570-1619 |
| Brumfield, Roy             | 142 | (432) 524-5036 | Luttrull, Cecil    | 142 | (432) 524-9369 |
| Butler, Chad A             | 715 | (432) 524-5124 | Mahanay, Lee       | 783 | (432) 631-2451 |
| Cano, Hector               | 329 | (432) 381-1664 | Mann, Guss         | 353 | (432) 652-8731 |
| Castanuela, Manuel         | 141 | (432) 398-5521 | Nassett, Casey     | 353 | (432) 697-2316 |
| Crutcher, Hoss             | 715 | (432) 523-4704 | Natividad, Bicente | 730 | (432) 447-4929 |
| Davila, Rolando            | 641 | (432) 268-9255 | Ortiz Jr., Felix   | 442 | (432) 447-2751 |
| Davis, William             | 783 | (432) 337-7537 | Reed III, Troy E.  | 57  | (325) 651-4673 |
| Dominguez, Butch           | 626 | (432) 445-2280 | Rodriguez, LeeRoy  | 626 | (432) 445-5386 |
| Eiben, Carter              | 57  | (432) 333-8034 | Suarez, Martin     | 316 | (432) 523-6394 |
| Ezell, David               | 424 | (432) 661-2454 | Thomas, Pete       | 141 | (432) 522-1257 |
| Garcia, Isidro             | 399 | (432) 523-5941 | Waight, Charles    | 783 | (432) 561-9468 |
| Garcia, Jesus              | 730 | (432) 853-2166 |                    |     |                |