

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

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

WELL API NO. <b>30-015-23160</b>
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. <b>18757</b>
7. Lease Name or Unit Agreement Name <b>state LG 2985</b>
8. Well Number <b>1</b>
9. OGRID Number
10. Pool name or Wildcat <b>Morrow</b>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>3514' KB</b>

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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other
2. Name of Operator <b>JKM Energy LLC</b>
3. Address of Operator <b>26 E. Compress Rd Artesia NM 88210</b>
4. Well Location Unit Letter <b>K</b> : <b>1980</b> feet from the <b>S</b> line and <b>1980</b> feet from the <b>W</b> line Section <b>26</b> Township <b>18S</b> Range <b>28E</b> NMPM County <b>Eddy</b>

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"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input checked="" type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

**VERNON FAULKNER HAS SUBMITTED A C-103, AND WAS APPROVED TO P&A, JKM ENERGY BOUGHT WELL ON 12-1-09 AND RETURNED TO PRODUCTION ON 1-25-10**

Spud Date:

Rig Release Date:

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

SIGNATURE **Jack Matthews** TITLE **MAN. Member** DATE **3-11-10**

Type or print name **Jack Matthews** E-mail address: PHONE: **575 748-2854**

For State Use Only

APPROVED BY: **Drew D. D.** TITLE **District Supervisor** DATE **03/11/2010**

Conditions of Approval (if any):