Submit 3 Copies to Appropriate

CONDITIONS OF APPROVAL, IF ANY:

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

District Office		-	*
<u>DISTRICT I</u> P.O. Box 1980, Hobbs NM 88241-1980	OIL CONSERVATION 2040 Pacheo		WELL API NO. 30-015-25654
DISTRICT II	Santa Fe, NM		5. Indicate Type of Lease
P.O. Drawer DD, Artesia, NM 88210		RECEIVED	STATE STATE
DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410		MAY 1 7 2004	6. State Oil & Gas Lease No.
SUNDRY NOTICES AND REPORTS ON WELLS CONTROL OF THE STATE			
DIFFERENT RESE	ROPOSALS TO DRILL OH TO DEEPE RVOIR. USE "APPLICATION FOR PE 101) FOR SUCH PROPOSALS.)	ERMIT"	7. Lease Name or Unit Agreement Name LOWE STATE GAS COM
1. Type of Well: OIL GAS WELL WELL K	OTHER		
2. Name of Operator KERR McGEE OIL & GAS ONSHORE			8. Well No. 2
3. Address of Operator 16666 NORTHCHASE, HO		0	9. Pool name or Wildcat
4. Well Location	USION, IEARS //UO	<u> </u>	INDIAN BASIN
	0 Feet From The SOUTH	Line and 3 3 0	Feet From The WEST Line
Section 36	Township 21S R	ange 23E	NMPM EDDY County
	10. Elevation (Show whet N / A		
11. Check Ar	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	te Nature of Noti	ce, Report, or Other Data
NOTICE OF INT			SEQUENT REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON —	REMEDIAL WORK	ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING	OPNS. PLUG AND ABANDONMENT
PULL OR ALTER CASING		CASING TEST AND CE	MENT JOB L
OTHER:		OTHER:	
Work) SEE RULE 1103. 4-16-04 SET CIBP @ 8650 SPOT 20 4-19-04 SPOT 35 SKS @ 7300 WOC & SPOT 40 SKS 6500-6400 PULL 7" FROM 3498' 4-21-04 SPOT 75 SKS @ 3550 WOC & SPOT 60 SKS 2050 WOC & T 4-22-04 SPOT 60 SKS @ 375	SKS ON TOP TAG @ 7080 TAG @ 3380		dates, including estimated date of starting any propos
I hereby certify that the information above is			M.T. 4.00.04
SIGNATURE TO THE VESTED	•	CEMENTER / AGE	5.110
(This space for State Use)	/ DAVID A. EYLER (4	1111 A	TELEPHONE NO. 432-547-2926
APPROVED BY	()	LE SURV P	AUG · 5 2004



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

19 May 2004

Governor

8-2-04 OK to Telease: RECEIVED

Jiii 1 5 2004

Joanna Prukop
Cabinet Secretary
Acting Director
Oil Conservation Division

OIL CONSERVATION
DIVISION

RECEIVED

JUL 2 8 2004

KERR McGEE OIL & GAS ONSHORE LLC 16666 NORTH CHASE, HOUSTON, TEXAS 77060 OCD-ARTESIA

Form C-103 Report of Plugging for your LOWE STATE GAS COM #2 S-36-21-23 API 30-015-25654 Cannot be approved until an NMOCD representative has made an inspection of the location and found it to be cleared to comply with OCD rules and regulations. Please check each item in the space provided to indicate that the work has been accomplished and the location is ready for final inspection.

- 1. All pits have been filled and leveled.
- 2. Rat hole and cellar have been filled and leveled.
- 3. A steel marker 4" in diameter and approximately 4' above mean ground level has been set in concrete to mark the exact location of the plugged well. (Marker must have operator name, lease name, well number and location including quarter/quarter section or unit letter, section, township, range and API well ID number permanently welded, stamped or otherwise engraved into the metal marker.)
- 4. The location has been leveled as nearly as possible to original top ground contour and has been cleared of all junk and equipment.
- 5. The dead men and tie downs have been cut and removed.
- [2] 6. If a one well lease or last remaining well on lease, the battery and burn pit locations have been leveled and cleared of all junk & equipment.
- 7. All environmental concerns have been addressed as per OCD guidelines.

The above are minimum requirements and no plugging bond will be cancelled until all locations for plugged and abandoned wells have been inspected and Form C-103 approved.

When all of the work outlined above has been done, please notify this office by completing, signing and returning this letter to us so that our representative will not have to make more than one trip to the location.

I certify that the above work has been done and the above-mentioned lease is ready for OCD inspection and approval.

MgR of Pryalmory

Phil Hawkins Field Inspector