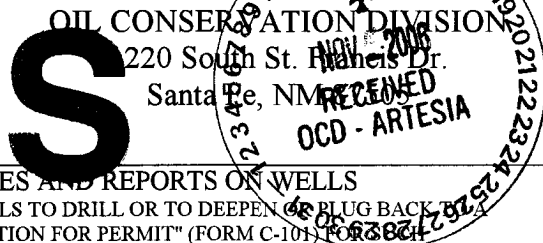


Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004



WELL API NO. 30-015-34740
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG - 827
7. Lease Name or Unit Agreement Name FOUR MILE DRAW ST.
8. Well Number 1
9. OGRID Number 015363
10. Pool name or Wildcat PENASCO DRAW; MORROW (GAS)

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

MURCHISON OIL & GAS, INC.

3. Address of Operator 1100 MIRA VISTA BLVD.
PLANO, TX. 75093-4698

4. Well Location

Unit Letter L : 1980 feet from the SOUTH line and 660 feet from the WEST line
Section 35 Township 18S Range 24E NMPM County EDDY

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

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☒

OTHER: ☐ OTHER: RUN 5-1/2" CSG ☐

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.

Drill a 8-1/2" hole from the base of 5-1/2" casing @ 1150' to a total depth of 8835'. Run 5-1/2" casing as follows:

1	Float Shoe	1'
2 Jts	5-1/2" 17 #/FT P-110 LT&C	82'
1	Float Collar	1'
215 Jts	5-1/2" 17 #/FT P-110 LT&C	8755'
	Total	8839'

Cement w/ 1375 Litecrete + 1% D153 + .3 PPS D065 + .2 PPS D046 + .4 PPS D800 + .125 PPS D130 followed w/ 605 SXS PVL + 1.3% D44 + .3% D167 + 2% D65 + .4% D13 + .2% D46. Circulated 121 SXS to pit. Plug down @ 1356 HR. 10/25/06. Floats held. ND BOP's. Set slips on 5-1/2" casing. Release rig @ 2000 HRS. 10/25/06.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Michael S. Daugherty TITLE V P OPERATIONS DATE 11/8/2006
(972)

Type or print name MICHAEL S. DAUGHERTY E-mail address: mdaugherty@jdmii.com Telephone No. 931-0700

For State Use Only

FOR RECORDS ONLY

APPROVED BY: _____ TITLE _____ DATE NOV 13 2006

Conditions of Approval (if any): _____