

State of New Mexico
Energy, Minerals and Natural ResourcesOIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505Form C-103
Revised March 25, 1999

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.)		WELL API NO. 30- 015-33156
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Clayton Williams Energy, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator Six Desta Drive, Suite 3000, Midland, Texas 79705		7. Lease Name or Unit Agreement Name: STATE 20 "B"
4. Well Location Unit Letter H : 2140 feet from the NORTH line and 1120 feet from the EAST line Section 20 Township 17S Range 29E NMPM EDDY County		8. Well No. 16
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3606'		9. Pool name or Wildcat EMPIRE, EAST (YESO) 96610

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

12. 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 recompilation.

1/22/04 SPUD 12 1/4" HOLE @ 14:45 HRS. DRILLING CONTRACTOR: PATTERSON-UTI #493

1/23/04 DRILL 12 1/4" HOLE TO 410'. RUN & SET 9 JNTS 24# J-55 ST&C CSG, SET @ 410'. CMT W/100 SX PP, MIXED @ 14.4 PPG, 1.55 YLD; TAIL W/250 SX PP, MIXED @ 14.8 PPG, 1/345 YLD. CIRC 75 SX TO SURFACE. WOC 4HRS.

WOC to be 18 hours for water protection string
 I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Terry Carter TITLE **DRILLING TECHNICIAN** DATE **01/23/04**

Type or print name **TERRY CARTER** Telephone No **432/688-3440**
 (This space for State use)

APPROVED BY FOR RECORDS ONLY TITLE DATE
 Conditions of approval, if any: