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NEW MEXICO OIL CONSERVATION COMMISSION

Form C-103  
Supersedes Old  
C-102 and C-103  
Effective 1-1-65

|                                |   |
|--------------------------------|---|
| 5a. Indicate Type of Lease     |   |
| State <input type="checkbox"/> | Fee <input checked="" type="checkbox"/> |
| 5. State Oil & Gas Lease No.   |   |

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. OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/>  |  | 7. Unit Agreement Name                        |
| 2. Name of Operator<br>McClellan Oil Corporation  |  | 8. Farm or Lease Name<br>McCrea Fee           |
| 3. Address of Operator<br>P. O. Drawer 730, Roswell, New Mexico 88202   |  | 9. Well No.<br>1                              |
| 4. Location of Well<br>UNIT LETTER <u>C</u> , <u>330</u> FEET FROM THE <u>North</u> LINE AND <u>2310</u> FEET FROM<br>THE <u>West</u> LINE, SECTION <u>1</u> TOWNSHIP <u>10-S</u> RANGE <u>25-E</u> NMPM. |  | 10. Field and Pool, or Wildcat<br>Penjack Abo |
| 15. Elevation (Show whether DF, RT, GR, etc.)<br>3665' G.L.   |  | 12. County<br>Chaves                          |

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 type="checkbox"/>     | COMMENCE DRILLING OPNS. <input type="checkbox"/>               | PLUG AND ABANDONMENT <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/>  | OTHER <input type="checkbox"/>            | CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/> | OTHER <input type="checkbox"/>                |

17. 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.

11/15/81: Drilled to 1017' with 7-7/8" bit. Lost circulation at 950'.

11/15-11/25/81: Set 12 lost circulation plugs regaining circulation periodically. Cement plugs consisted of 75 sx (each) of Class "C", 6 lb/sx gilsonite, 1/2 lb/sx Flocele, 6 lb/sx salt, 4% CaCl<sub>2</sub>. Drilled to 1770' with no returns. Reamed hole with 7-7/8" reamer.

11/25/81: Ran 1738' of 7", 17 lb/ft and 23 lb/ft casing. Cemented with 90 sx Class "C" with .5 of 1% CFR-2. Plug down at 6:25 A.M. Temperature survey at 12 hours - PBTD 1690', TOC 910'.

11/26/81: WOC 18 hours. NU wellhead. Test BOP's. Resume drilling with 6-1/4" bit.

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

SIGNED Paul Regdale TITLE Engineer DATE 12/03/81

APPROVED BY Mike Williams TITLE OIL AND GAS INSPECTOR DATE DEC 9 1981

CONDITIONS OF APPROVAL, IF ANY: