

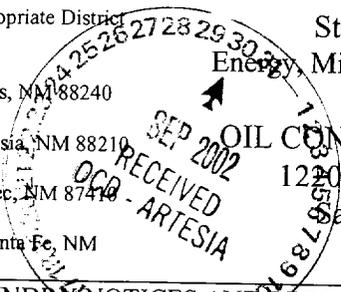
Submit 3 Copies To Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources

Form C-103

Revised March 25, 1999

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. 30-005-63387
5. Indicate Type of Lease STATE [X] FEE [ ]
6. State Oil & Gas Lease No. LG-978-1
7. Lease Name or Unit Agreement Name: Acme
7. Well No. #3
9. Pool name or Wildcat

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 [X] Other [ ]

2. Name of Operator Julian Ard

3. Address of Operator 222 West 4th Street #313, Fort Worth, Texas 76102

4. Well Location Unit Letter M : 660 feet from the South line and 660 feet from the West line Section 3 Township 8S Range 27E NMPM Chaves County

10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3914 Ground level

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

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK [ ] PLUG AND ABANDON [X] TEMPORARILY ABANDON [ ] CHANGE PLANS [ ] FULL OR ALTER CASING [ ] MULTIPLE COMPLETION [ ] OTHER: [ ]

SUBSEQUENT REPORT OF: REMEDIAL WORK [ ] ALTERING CASING [ ] COMMENCE DRILLING OPNS. [ ] PLUG AND ABANDONMENT [X] CASING TEST AND CEMENT JOB [ ] OTHER: [ ]

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.

P & A Set 25' plug at TD 6720' Set plug 100' at 6038' Set plug 100' at 5444' Set plug 100' at 3444' Set plug 100' at 2671' - base of salt to top of salt Set plug 50' in and 50' out at 865' Set plug 50' top with Dryhole marker

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

SIGNATURE [Signature] TITLE Geologist DATE 7/23/01

Name or print name Heather Bailey Brazeau Telephone No. 817-882-9377

APPROVED BY [ ] TITLE [ ] DATE [ ]

Conditions of approval, if any:

FROM : UNITED DRILLING INC.

FAX NO. : 505-6237737

Sep. 24 2002 12:23PM F2

WELL NAME AND NUMBER Acme No. 3  
 LOCATION 1980' FSL & 660' FWL, West 1/2 Section 3, T8S, R27E, Chaves County NM  
 OPERATOR Julian Ard  
 DRILLING CONTRACTOR United Drilling, Inc.

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and had conducted deviation tests and obtained the following results:

<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>
<u>1/4° 517'</u>	<u>1° 4528'</u>	
<u>1° 990'</u>	<u>3/4° 5018'</u>	
<u>3/4° 1490'</u>	<u>3/4° 5521'</u>	
<u>1° 1991'</u>	<u>3/4° 5991'</u>	
<u>3/4° 2523'</u>	<u>1/2° 6586'</u>	
<u>3/4° 2994'</u>		
<u>3/4° 3526'</u>		
<u>1° 3996'</u>		



Drilling Contractor United Drilling, Inc.

By: George A. Aho  
 George A. Aho

Title: Business Manager

Subscribed and sworn to before me this 27<sup>th</sup> day of July, 2002.

Lawrence Tankersley  
 Notary Public

My Commission Expires: 9-25-03  
Chaves County NM State