

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
Revised March 25, 1999

OIL CONSERVATION DIVISION
1625 N. French Drive
Hobbs, NM 88240

WELL API NO. 30-025-36377
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. 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.)		7. Lease Name or Unit Agreement Name: STATE CK
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		8. Well No. 7
2. Name of Operator APACHE CORPORATION		9. Pool name or Wildcat PENROSE SKELLY; GRAYBURG 50350
3. Address of Operator 6120 South Yale, Suite 1500 Tulsa, OK 74136		
4. Well Location Unit Letter <u>K</u> : <u>2310</u> feet from the <u>S</u> line and <u>2310</u> feet from the <u>W</u> line Section: <u>19</u> Township: <u>21S</u> Range: <u>37E</u> NMPM County: <u>LEA</u>		
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3503 GR		

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 type="checkbox"/> OTHER: SPUD, SURF. CSG., TD, LOG, PROD. CSG. <input checked="" 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.

3/19/2004 SPUD 12 1/4" HOLE. DRILL & SURVEY TO 400'. RIH 9 JTS. 403.49' 8 5/8" 24# J55 ST&C CSG. W/ 5 CENTRALIZERS. BJ CMT. SHOE @ 400 W/ 325 SX CLASS C + 2% CACL + .125#/SX CF = 78 BBLS. 14.8# SLURRY W/ 1.35 YIELD - DISPLACE PLUG TO 370 W/ 23 BFW - CIRC. 17 SX. CMT. TO PIT.

3/20/2004-3/24/2004 DRILL & SURVEY FROM 400-4360. HALLIBURTON RAN DUAL LATEROLOG MICROGUARD 4346-3300; COMPENSATED SONIC LOG 4297-3300; DUAL SPACED NEUTRON SPECTRAL DENSITY 4277-200' RIH 98 JTS 4367.66' 5 1/2" 17# K55 LT&C CSG. W/ 18 CENTRALIZERS BJ CMT. SHOE @ 4360 - FC @ 4312 W/ 550 SX 50:50 POZ W/ 10% GEL + 5% SALT + .125#/SX CF = 239 BBLS. 11.8# SLURRY W/ 2.44 YIELD & 300 SX 50:50 POZ W/ 2% GEL + 5% SALT = 69 BBLS. 14.2# SLURRY W/ 1.29 YIELD - PLUG BUMPED & HELD - CIRC. 126 SX. CMT TO PIT.
RELEASE RIG @ 2:00 AM 3/25/2004

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

SIGNATURE Lana Williams TITLE Drilling Tech. DATE 3/25/04

Type or print name Lana Williams Telephone No. 918-491-4980

(This space for State use)

APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE MAR 30 2004
Conditions of approval, if any: