APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT I OIL CONSERVATION DIVISION P.O. Box 1980, Hobbs, NM 88240 WELL API NO. 2040 Pacheco St. 30-025-36399 Santa Fe, NM 87505 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 sIndicate Type of Lease STATE FEE State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: F. A. Sticher OIL XX GAS WELL OTHER *Name of Operator
Arch Petroleum Inc. «Well No. 3Address of Operator »Pool name or Wildcat P. O. Box 10340, Midland, TX 79702-7340 4Well Location 990 __ Feet From The __ 1750 South West Line and Feet From The Line 22S Section 37E NMPM Township Range County 10Elevation (Show whether DF, RKB, RT, GR, etc.) 34221 Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON PERFORM REMEDIAL WORK REMEDIAL WORK ALTERING CASING **TEMPORARILY ABANDON** CHANGE PLANS LUG AND ANBANDONMENT COMMENCE DRILLING OPNS. **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB OTHER: OTHER: 2Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. Spud & Set Surface Csg - MIRU Capstar #14. Spud well @ 18:30 hrs 02/27/04. Drld 12-1/4" hole to 1123'. TD reached @ 08:00 hrs 02/28/04. Ran 25 jts 8-5/8" 24# J-55 ST&C csg. BJ cmt'd w/ 475 sks 35:65:6 @ 12.4 ppg followed by 200 sks Cl "C" + 2% CaCl2 @ 14.8 ppg. Circ 75 sks to surface. Plug down @ 02:30 hrs 03/01/04. WOC 16 hrs. Make cut-off. Weld on WH. NU BOP's & test ok. TD & Prod Csg - Drld 7-7/8" hole to 4000'. TD reached @ 18:00 hrs 03/04/04. Ran 88 jts 4-1/2" 11.6# J-55 LT&C csg. Cmt'd w/ 1105 sks Cl "C" + additives @ 14.09 ppg. Circ 40 sks to surface. CBL ran 03/07/04. I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE Sr. Operation Tech DATE 03/31/04 Cathy Wright TYPE OR PRINT NAME 432-685-8100 TELEPHONE NO. (This space for State Use)

PETROLEUM ENGINEER

APR 1 9 2004

DATE