

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
 March 4, 2004

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-025-10673
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Skelly Penrose B Unit
8. Well Number 56
9. OGRID Number 020989
10. Pool name or Wildcat Langlie Mattix Seven Rivers/Queen

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 Other Injection Well

2. Name of Operator
 Smith & Marrs, Inc.

3. Address of Operator
 P. O. Box 863, Kermit, Texas 79745

4. Well Location
 Unit Letter L : 1980 feet from the South line and 660 feet from the West line
 Section 8 Township 23S Range 37E NMPM Lea County

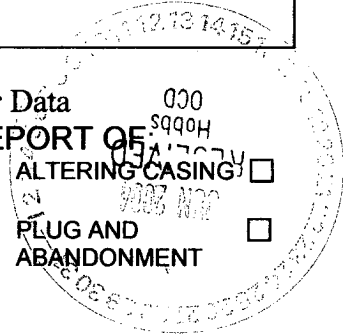
11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3310'

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: UL Sect Twp Rng Pit type Depth to Groundwater Distance from nearest fresh water well
 Distance from nearest surface water Below-grade Tank Location UL Sect Twp Rng ;
 feet from the line and feet from the line

12. 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"/>
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"/>	OTHER: <input type="checkbox"/>
	TA Status <input checked="" type="checkbox"/>



13. 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 recompletion.

We request Temporarily Abandon status on this well. Buddy Hill OCD Field rep witnessed test 6/3/04. Pressured casing to 560 psi, Pressure held ok for 30 min.

This Approval of Temporary Abandonment Expires 6/3/09

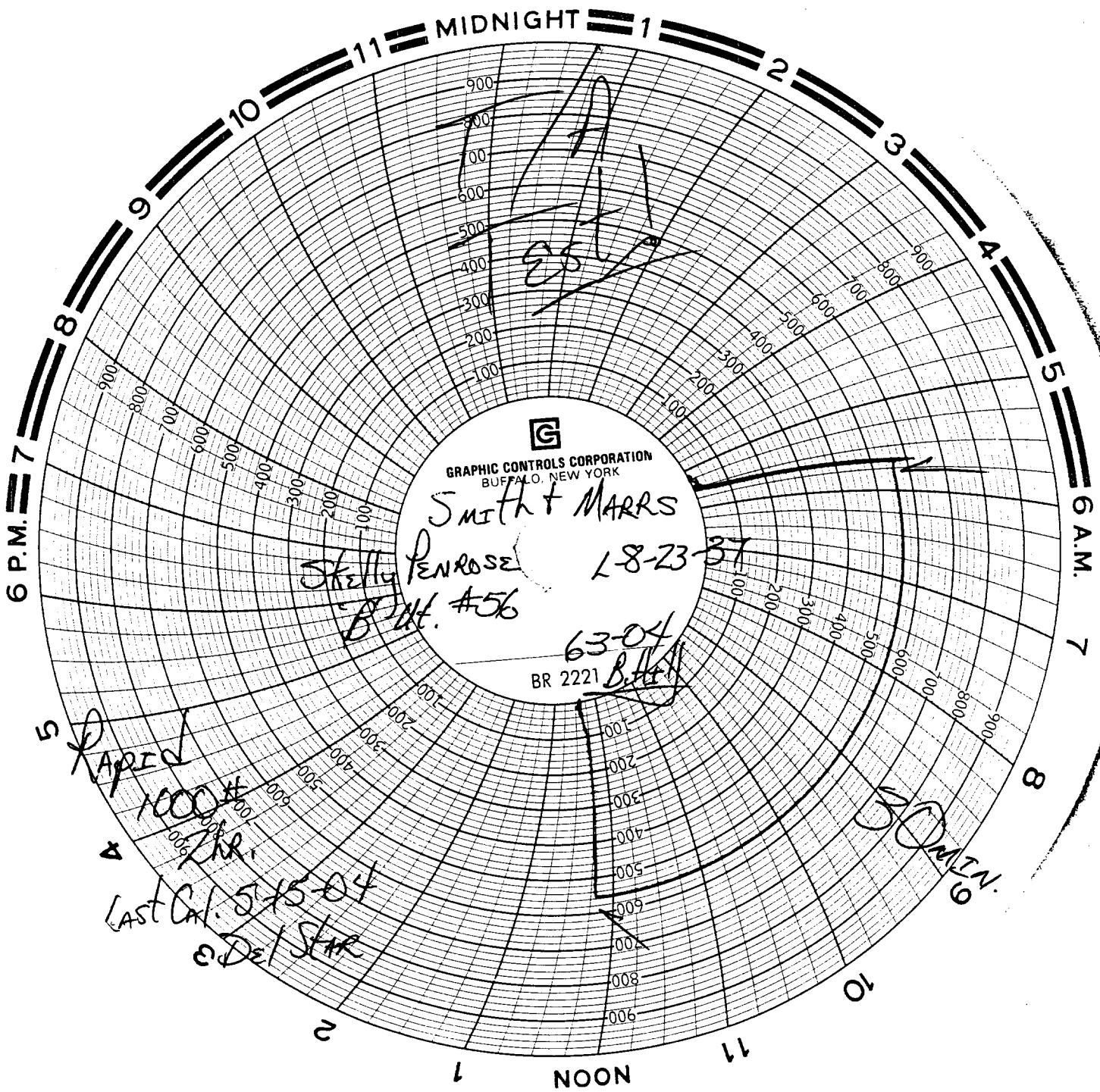
I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Jami Wilber TITLE Production Clerk DATE 06/23/04

Type or print name Tami Wilber E-mail address: twilber@usaonline.net Telephone No. (432) 684-9696 ext 216

(This space for State use)

APPROVED BY [Signature] TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE JUN 30 2004
 Conditions of approval, if any



GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK

SMITH + MARRS

Stella Penrose
B.M. #56

L-8-23-37

63-04

BR 2221

APR 1900

1000#
2 hr.

LAST CAL. 5-15-04

D. MIN. 6

D. MIN. 6